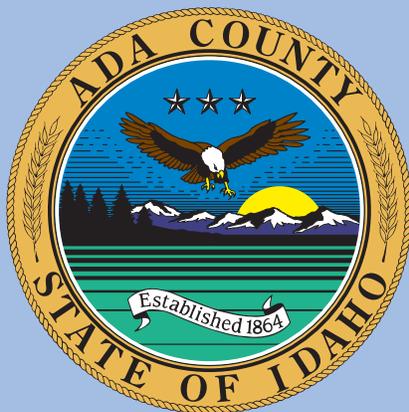


Ada County, Idaho

**Fiscal Year Ended
September 30, 2008**

**Comprehensive
Annual Financial
Report**



ADA COUNTY, IDAHO

COMPREHENSIVE ANNUAL FINANCIAL REPORT FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2008

J. DAVID NAVARRO, AUDITOR

Christopher D. Rich, Chief Deputy

**Cheryl Bower, Controller
Kathleen Graves, Assistant Controller**

Prepared by Accounting Department

**Ada County
Comprehensive Annual Financial Report
For the Fiscal Year Ended September 30, 2008**

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Ada County

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INTRODUCTORY SECTION



J. David Navarro
Ada County Clerk of the District Court
Ex-officio Auditor and Recorder

Ada County Courthouse, Room 1196, 200 W. Front Street, Boise ID 83702-7300
Phone (208) 287-6887 Fax (208) 287-6909

Christopher D. Rich
Chief Deputy

January 12, 2009

To the Citizens of Ada County, Idaho:

State law requires that all general-purpose local governments with an annual budget that exceeds two hundred fifty thousand dollars annually submit a complete set of financial statements to the legislative council. The financial statements must be presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the Comprehensive Annual Financial Report (CAFR) of Ada County, Idaho ("County"), for the fiscal year ended September 30, 2008.

This report consists of management's representations concerning the finances of the County. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the County has established a comprehensive internal control framework that is designed both to protect the County's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the County's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the County's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The County's financial statements have been audited by Eide Bailly LLP, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the County for the fiscal year ended September 30, 2008, are free of material misstatement. The audit was conducted in accordance with generally accepted governmental auditing standards. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the CAFR; i.e., assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the County's financial statements for the fiscal year ended September 30, 2008, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the Financial Section of this report.

The independent audit of the financial statements of the County was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on

Civil Court Room 1155 Ph (208) 287-6900 Fx (208) 287-6919	Court Assistance Officer Room 1182 Ph (208) 287-6963 Fx (208) 287-6919	Criminal Court Room 1190 Ph (208) 287-6900 Fx (208) 287-6919	Elections Room 1202 Ph (208) 287-6860 Fx (208) 287-6849	Payroll Room 1193 Ph (208) 287-6980 Fx (208) 287-6989	Recorder Room 1208 Ph (208) 287-6840 Fx (208) 287-6849
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the audited government's internal controls and legal requirements involving the administration of federal awards. These reports are contained in the single audit section of this report.

GAAP require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The County's MD&A can be found immediately following the report of the independent auditors.

Profile of the Government

Ada County, established as a political subdivision of the State of Idaho on December 22, 1864, is located in the southwestern part of the state and is the most populous county in Idaho as well as the center for commerce and many industries. The County covers an area of 1,055 square miles, and the most recently released estimated population (for 2007) is 373,406 or 354 persons per square mile. Boise City is the county seat of Ada County; other incorporated cities within its boundaries are Eagle, Garden City, Kuna, Meridian and Star. Ada County is empowered to levy a property tax on both real and personal properties located within its boundaries.

A three member elected commission with overlapping terms governs the County. Responsibilities of the County Commissioners include passing ordinances, adopting the budget, and appointing the heads of the various departments. Other elected officials within the County are Assessor, Clerk/Auditor/Recorder, Coroner, Prosecutor, Sheriff and Treasurer/Tax Collector.

The County provides services under general governmental functions as follows: police protection, prosecution and defense services, emergency disaster preparedness, general administrative services, court services, election services, property assessment and tax collections, code enforcement, parks and recreation, education, and health and welfare. In addition, emergency medical services, sanitation, fair activities, and billing services are provided under an enterprise fund concept, with user charges providing revenue to pay operating expenses. The streets and sidewalks in the County are owned and maintained by the Ada County Highway District – a separately governed taxing district.

The annual budget serves as the foundation for Ada County's financial planning and control. The County budgets its revenues and expenditures, as is required by Idaho Code Section 31, Chapter 16. Following these guidelines, the County adopts annual appropriated budgets for General, Special Revenue, Capital Project and Enterprise Funds. All appropriated budgets for Governmental and Proprietary Funds are adopted on a non-GAAP cash basis.

Prior to the third Monday in May, each elected official or department head submits to the Auditor's Office a proposed operating budget for the fiscal year commencing October 1. On or before the first Monday in August, the proposed budget is submitted to the County Commissioners for review and tentative approval. Public budget hearings are conducted

by the Tuesday after Labor Day, and, upon conclusion, the County Commissioners legally adopt the budget. Actual expenditures for the ensuing fiscal year shall not exceed the appropriations legally adopted by the Commissioners.

The budget system is integrated with the County's accounting system to ensure management control on spending throughout the year. The level of budgetary control (level at which expenditures may not legally exceed the appropriations) is established by the personal services and other charges and services (including capital outlay) within the department and fund. The budgetary process is described in more detail in *Note to Required Supplementary Information*, beginning on page 65.

Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the general fund and the charities and welfare fund, this comparison is presented on pages 60-64 as part of the *Required Supplementary Information* for the governmental funds. For other governmental funds with appropriated annual budgets, this comparison is presented in the "*Combining Financial Statements*" subsection of this report, which starts on page 73.

Factors Affecting Financial Condition

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the County operates.

Local economy. The County has a diverse economy and has sustained solid economic growth in the past. Ada County is the home to the world headquarters of several major corporations, as well as other varied types of industry. Advanced technology, production, education, healthcare, government, military, professional services, construction, wood products, food processing and distribution, agriculture, tourism, small manufacturing, and retail establishments provide employment for the area and a stable financial base for the local economy.

Located within the County are two regional hospitals with multiple facilities and extensive associated medical services. Ada County is also the center of governmental facilities in Idaho - federal, state, and local municipalities - which comprise significant portions of the County's market value, but are exempt from ad valorem taxation under Idaho Code. Within the top ten employers in Ada County, six are governments comprising 57% of the total. The County's two largest employers in technology are Micron Technology and Hewlett Packard; both have downsized personnel. Albertson's Inc., formerly headquartered in Ada County and one of the world's largest food and drug retailers, is now a division of Supervalu who is headquartered in Minnesota. Although still a principal employer in the County, according to state economists, if "Albertson's" left Boise completely, the community would lose about 2,500 jobs and \$11 million in state and local taxes.

The slowing economy has had an effect on employment, however the County's tax base remains stable. The County's unemployment rate has increased a full percent to 3.2

percent at September 30, 2008 and is comparable to the statewide unemployment of 3.4 percent; however it is favorable compared to the 5.3 percent nationwide.

According to a local real estate website, home sales in Ada County are still relatively strong compared to a year ago (as of September 30). There are approximately 10% fewer homes for sale this year as compared to last, with an average home price of \$233,695, a decline of 11%. The absorption rate in Ada County (number of home for sales divided by the monthly sales) is approximately 10.5 months; this tells us that if no new homes were added it would take 10.5 months to sell the current inventory. In a balanced real estate market the absorption rate would be 5 or 6 months. This might help explain why Ada County is experiencing increased foreclosures and "short sales" similar to the rest of the country; the percent of short sales in Ada County is 13.86 percent. Looking ahead, the housing downturn will probably get worse, even as Ada County continues to grow in population. This growth means increased services in Ada County government. For fiscal year 2009, the County has budgeted an increase of 41 full-time positions, mainly for needs in public safety and judicial areas; however the overall 2009 budget is down by 1%.

Long-term financial planning. During the year, the County completed several projects and work progressed on others.

A major undertaking for the County is the "Meridian Campus" – a county built facility in the west portion of the County. Weed, Pest and Mosquito Abatement were the first County operations to locate at the new campus and Emergency Medical Services began incurring costs in 2007 to open a new Paramedic response station there in 2008. That was accomplished at a cumulative cost of \$944 thousand. EMS also acquired a new emergency response station in the southwest area of the County costing \$548 thousand, spent \$170 thousand toward a station in the northwest, and has put aside \$800 thousand in fiscal 2009 to complete expansion plans for reducing response time.

The Ada County Jail has grown in inmate population from 486 beds in 1994 to 1,220 beds currently. The ten-bed medical area that was adequate in 1994 was replaced with a new state-of-the-art medical facility. Contract payments in 2008 of \$1 million finalized the total project cost of \$6.8 million. The new 83-bed Health Services Facility provides two infirmaries, three mental health dorms, a clinic with three exam rooms, a dental room and office space. Twenty-eight additional personnel were authorized for this initiative and hiring began in January 2008 for a spring opening. A new fire sprinkler system for the area of the jail where the most serious offenders are housed and parking lot improvements were also completed during the year for a cost of \$1.3 million.

The Help American Vote Act (HAVA) has provided grant funding for election equipment, software, and training. The County has replaced the punch-card voting system with an optical scanning system, and in 2008 spent \$228 thousand of the grant money to further the process. The equipment that "reads" the optical ballots is large and slow, requiring multiple "readers" and on Election Day, hundreds of people are required to process votes. Early in fiscal year 2009, the expanding Elections Department of the County will move from the Courthouse and occupy 20,000 square feet of a newly acquired building. HAVA funding will continue, affording the Elections Department the means to utilize their

space for qualifying equipment and training. The "Benjamin" building is a 90,000 square-foot factory/warehouse facility purchased early in fiscal 2008 at a cost of \$4.2 million with improvements costing an additional \$1.3 million. Besides Elections, the building will house Motor Vehicle Registrations, Drivers Licensing, Juvenile and Drug Court operations, as well as County document storage and retrieval. The additional space provided by this building will cover the growth of several departments for many years to come.

Interoperable Technology is a major initiative facing our 911 Emergency Communications operation. This is a federally mandated (with grant funding for the system infrastructure) program requiring all 911-radio communications move to the 700 MHz radio frequency band where most of the frequencies are specifically set aside for only public safety use. The multi-year project began in 2005 with the first phase of the system completed in 2007 and final completion expected in 2009. Costs incurred to date are \$6.7 million with \$1.2 million spent in 2008. This project could be the catalyst for tying local, state and federal agencies into one system in Idaho, as the component called the "master site" that would allow us to connect with other agencies throughout the state as they build their new radio systems has been purchased by the Bureau of Homeland Security.

Closure of the Solid Waste landfill's current site, Hidden Hollow, is anticipated in 2020 with 90.5% capacity used to date. Land purchases of 300 acres adjacent to the current site should provide a 100-year life for the new "North Ravine Cell Project" when finished. The first of the multi-year, multi-cell 13-phase project is operational. Total expense to-date is \$21.3 million, with consultants predicting costs of about \$9-\$10 million in 2009.

The Ada County Courthouse/Administration Bldg. was designed to handle 5 years of growth. As court operations have expanded into additional courtrooms, further judicial supporting functions have grown also. With more judges, more trials and specialized courts like Drug Court, an expansion plan calling for most non-court related functions to relocate has begun. The original plan included purchasing other parcels in the Courthouse Complex Corridor for this inevitable expansion. During FY 2008, the County purchased adjacent parcels (\$2.3 million). Operations, the Public Defender, Welfare and the Assessor's Office are in the process of relocating to these spaces with improvement costs of \$3.8 million overall. Other departments are reconfiguring the areas left vacant for their expansion in early fiscal 2009.

Cash management policies and practices. To ensure efficient use of the County's cash resources, Ada County endeavors to stay abreast of current market trends, cash management, and forecasting in accordance with state statutes. Cash temporarily idle during the year may be invested in repurchase agreements, U.S. Government Securities, certificates of deposit, obligations of the U.S. Treasury, and demand deposits. The County pools its cash to ensure the most competitive rates of return. The maturities of investments range from one day to 36 months, with an average maturity of 470 days. The County's updated Treasurer's Investment Policy incorporates several additional requirements in response to Statement No. 40 of the Governmental Accounting Standards Board. The Treasurer is allowed to invest in investment grade ("A" rating or higher) securities ranging from U.S. Treasury Bills to domestic corporate

bonds. Ada County's annual average yield on investments for fiscal 2008 was 4.15 percent as compared to a national average on the "U.S. Auction Result of the U.S. Treasury Bill" index for the same period, at 2.78 percent. The County records any increases or decreases in the fair value of investments on the face of the financial statements. Current year increases or decreases, however, do not necessarily represent trends that will continue; nor is it always possible to realize such amounts, especially in the case of temporary changes in the fair value of investments that the government intends to hold to maturity.

Risk management. Ada County maintains a combination of commercial and self-insurance to cover the risk of losses to which it may be exposed. Property, general liability, health care insurance, and Workers' Compensation insurance are accounted for in the Internal Service Funds of the County. The Risk Management Department manages all but health care insurance. An internal Self Health Insurance Trust was established to guide the health care insurance program. The County appropriates amounts for coverage based on claims and estimates to establish a reserve for unforeseen casualties. Health care is funded by both the County and covered employees, with claims administered by a third party. Workers' Compensation coverage, previously purchased from the State of Idaho, is now part of the County's self-insurance program with claims administered by a third party. To minimize claims, employee accident training and code and safety inspections have been implemented.

Awards and Acknowledgments

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Ada County for its comprehensive annual financial report (CAFR) for the fiscal year ended September 30, 2007. This was the nineteenth consecutive year that Ada County has received this prestigious award. In order to be awarded a Certificate of Achievement, the government published an easily readable and efficiently organized CAFR. This report satisfied both GAAP and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current CAFR continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of this report has been a team effort by the County Auditor's accounting team and could not have been accomplished without their continued dedication and professionalism. In addition, appreciation is extended to the Board of County Commissioners for their encouragement, assistance and approval.

Sincerely,


J. David Navarro
Ada County Auditor

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Ada County
Idaho

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
September 30, 2007

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



President

Executive Director

ADA COUNTY, IDAHO
ELECTED COUNTY OFFICIALS AND DEPARTMENT HEADS
SEPTEMBER 30, 2008

ELECTED COUNTY OFFICIALS

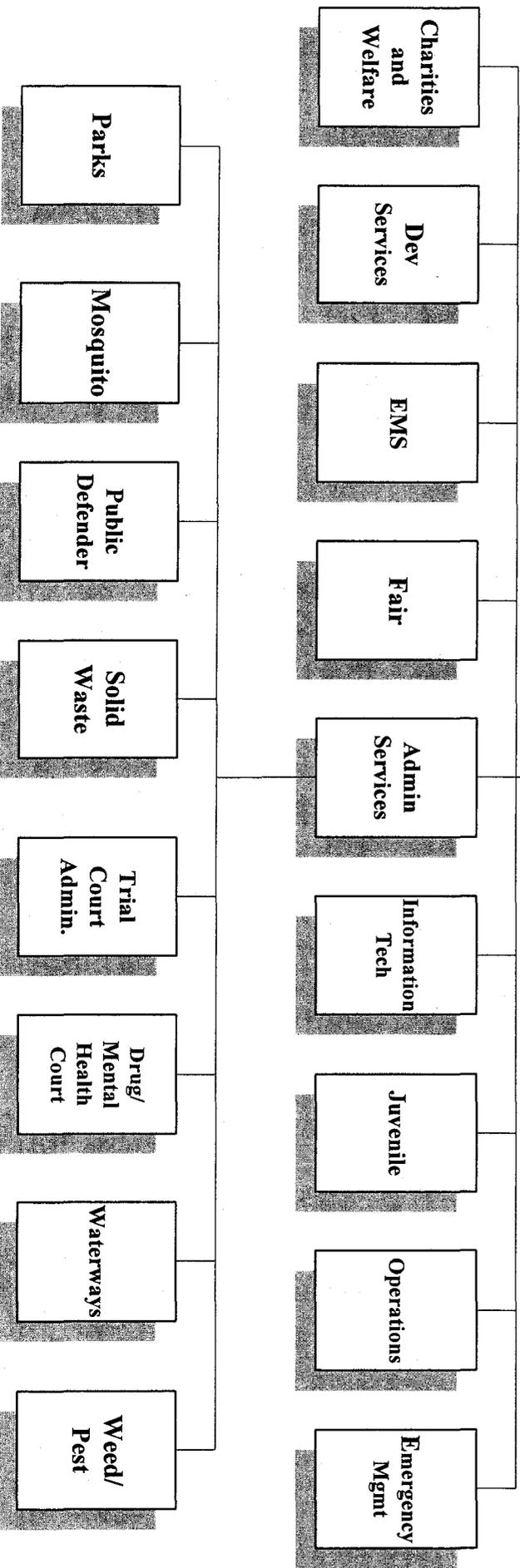
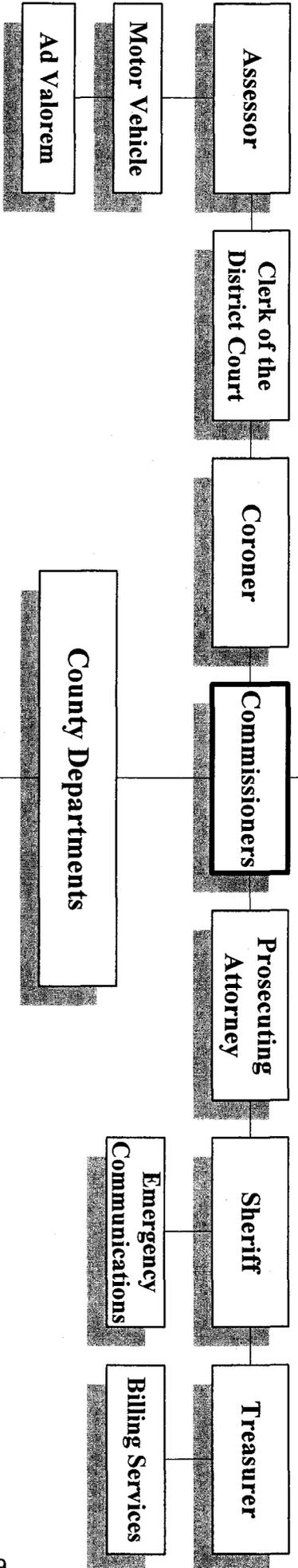
COMMISSIONER - FIRST DISTRICT ----- Paul R. Woods
COMMISSIONER - SECOND DISTRICT----- Richard L.Yzaguirre
COMMISSIONER - THIRD DISTRICT ----- Fred D. Tilman, Chairman
ASSESSOR ----- Robert H. McQuade
CLERK/AUDITOR/RECORDER----- J. David Navarro
CORONER -----Erwin L. Sonnenberg
PROSECUTING ATTORNEY----- Greg H. Bower
SHERIFF ----- Gary L. Raney
TREASURER ----- Cecil Ingram

DEPARTMENT HEADS

Commissioners ----- Dee Mahaffey
Charities and Welfare----- John Traylor
Information Technology-----Douglas S. Heikkila
Development Services - Building and Zoning----- John Traylor
Trial Court Administrator ----- Larry D. Riener
Emergency Medical Services (EMS) -----Troy M. Hagen
Emergency Management ----- Doug R. Hardman
Juvenile -----Steven C. Dye
Operations -----David P. Logan
Public Defender ----- Alan E. Trimming
Administrative Services----- Derek S. Voss
Parks and Recreation/Waterways -----Robert A. Batista
Solid Waste Management ----- David B. Neal
Weed/Pest/Mosquito -----Brian K. Wilbur
Western Idaho Fair----- Robert A. Batista

ADA COUNTY, IDAHO ORGANIZATIONAL CHART

Ada County Electorate



ADA COUNTY, IDAHO
CLASSIFICATION OF FUNDS

Category	Type	Name
GOVERNMENTAL	General	Consisting of departments: Clerk of the District Court, Sheriff, Treasurer, Assessor, Prosecutor, Juvenile, Motor Vehicle, Commissioners, Operations, Coroner, Information Technology, Development Svcs., Public Defender, Administrative Services, General
	Special Revenue	Charities and Welfare Public Health Weed Control Pest Extermination Parks and Recreation College Tuition Ad Valorem Court Monitoring Trial Court Administrator Drug/Mental Health Court County Court Facilities Waterways Emergency Communication Emergency Management Veterans Memorial Mosquito Abatement
	Capital Projects	Major projects: Courthouse/Corridor, Jail Medical, "Benjamin" Bldg Purchase and Remodel, Meridian Campus
PROPRIETARY	Enterprise	Emergency Medical Services Solid Waste Management Western Idaho Fair Billing Services
	Internal Service	Self Funded Health Insurance Liability Insurance
FIDUCIARY	Agency	State of Idaho Special Taxing Districts Unapportioned Account Court Suspense Restitution Accounts Sheriff's Account Other Agencies

FINANCIAL SECTION



CPAs & BUSINESS ADVISORS

INDEPENDENT AUDITORS' REPORT

To the Board of Commissioners
Ada County, Idaho

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Ada County, Idaho, as of and for the year ended September 30, 2008, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Ada County, Idaho's, management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Ada County, Idaho, as of September 30, 2008, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated January 12, 2009, on our consideration of Ada County, Idaho's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

To the Board of Commissioners
Ada County, Idaho

The management's discussion and analysis and budgetary comparison information on pages 13 through 25 and 60 through 66, are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Ada County, Idaho's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, budget and actual comparisons for governmental funds other than the general and major special revenue funds, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations, and is also not a required part of the basic financial statements of Ada County, Idaho. The combining and individual nonmajor fund financial statements and schedules, budget and actual comparisons for governmental funds other than the general and major special revenue funds, and the schedule of expenditures of federal awards have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Eide Bailly LLP

Boise, Idaho
January 12, 2009

Management's Discussion and Analysis

As management of Ada County, we offer readers of the Ada County's financial statements this narrative overview and analysis of the financial activities of Ada County for the fiscal year ended September 30, 2008. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages 1-6 of this report.

Financial Highlights

- The assets of Ada County exceeded its liabilities at the close of the most recent fiscal year by \$263,011,565 (*net assets*). Of this amount, \$117,997,777 (*unrestricted net assets*) may be used to meet the government's ongoing obligations to citizens and creditors.
- The government's total net assets increased by \$12,640,278. This year's increase is \$16.2 million less than the prior year's increase. Even though there were increases of \$4.8 million in property tax collections, the county did not take the 3% increase allowed by law in an ongoing effort to reduce the tax burden. The increase was directly tied to growth from new construction. There was also an overall increase of \$7 million in charge for services, which included \$1.9 million from sheriff law enforcement service contracts, \$3.8 million from the landfill due to a rate increase, and \$1.8 million from the County's self-health insurance function, due to lower claim costs than "premiums" paid by County departments and employees. Last year there was an increase in interest and investment earnings of \$1.5 million; this year's earnings were down \$2.9 million due to continuing market rate declines. Building and zoning fees decreased from last year by \$1.5 million due to slowed housing development.
- As of the close of the current fiscal year, Ada County's governmental funds reported combined ending fund balances of \$117,897,624, an increase of \$3,911,044 in comparison with the prior year. Only 1% of this total amount, \$1,622,243, is *available for spending* at the government's discretion (*unreserved, undesignated fund balance*).
- At the end of the current fiscal year, only \$3,473 of the fund balance in the general fund was undesignated and *available for spending* at the government's discretion.
- Ada County's capital lease debt decreased by \$1,510,000 (3 percent) during the current fiscal year due to scheduled principal payments.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to Ada County's basic financial statements. Ada County's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The *government-wide financial statements* are designed to provide readers with a broad overview of Ada County's finances, in a manner similar to a private-sector business.

The *statement of net assets* presents information on all of Ada County's assets and liabilities, with the difference between the two reported as *net assets*. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of Ada County is improving or deteriorating.

The *statement of activities* presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected delinquent taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of Ada County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of Ada County include general government, public safety, sanitation, health and welfare, recreational and cultural, and education. The business-type activities of Ada County include emergency medical services, solid waste management, county fair, and billing services.

The government-wide financial statements of Ada County, which include all legally and financially accountable units (known as the *primary government*), can be found on pages 26-27 of this report.

Fund financial statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Ada County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of Ada County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds. *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term

financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

Ada County maintains eighteen individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, the capital projects fund, and the charities and welfare fund, which are considered to be major funds. Data from the other fifteen governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of *combining statements* elsewhere in this report.

Ada County adopts an annual appropriated budget for all funds except internal service funds and fiduciary funds. Budgetary comparison schedules have been provided for the funds to demonstrate compliance with this budget.

The basic governmental fund descriptions and financial statements can be found on pages 28-32 of this report.

Proprietary funds. Ada County maintains two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. Ada County uses enterprise funds to account for its emergency medical services, solid waste management, Western Idaho Fair, and billing services. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among Ada County's various functions. Ada County uses internal service funds to account for its self-health insurance and for its liability insurance. Because both of these internal services predominantly benefit governmental rather than business-type functions, they have been included within *governmental activities* in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for emergency medical services, solid waste management, and the Western Idaho Fair, all of which are presented as major funds - and billing services, which is presented as a non-major fund - for year-to-year consistency.

Conversely, both internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of *combining statements* elsewhere in this report.

The basic proprietary fund descriptions and financial statements can be found on pages 33-37 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the

government-wide financial statement because the resources of those funds are not available to support Ada County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The basic fiduciary fund financial statement can be found on page 39 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements, preceded by an index, can be found on pages 40-59 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information*, which can be found on pages 60-66 of this report. The combining statements referred to earlier in connection with non-major governmental funds, internal service funds, and fiduciary funds, are presented immediately following the required supplementary information. Combining and individual fund statements and schedules can be found on pages 67-98 of this report.

Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of Ada County, assets exceeded liabilities by \$263,011,565 at the close of the most recent fiscal year. One of the largest portions of Ada County's net assets (46 percent) reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding. The County uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Ada County's Net Assets

	Governmental activities		Business-type activities		Total	
	2008	2007	2008	2007	2008	2007
Current and other assets	\$ 234,623,601	\$ 226,081,602	\$ 34,727,252	\$ 28,217,623	\$ 269,350,853	\$ 254,299,225
Capital assets	138,029,664	129,816,260	32,861,601	31,370,655	170,891,265	161,186,915
Total assets	372,653,265	355,897,862	67,588,853	59,588,278	440,242,118	415,486,140
Long-term liabilities outstanding	58,976,025	58,742,350	18,823,525	10,595,852	77,799,550	69,338,202
Other liabilities	92,214,483	89,199,134	7,216,520	6,577,517	99,431,003	95,776,651
Total liabilities	151,190,508	147,941,484	26,040,045	17,173,369	177,230,553	165,114,853
Net assets:						
Invested in capital assets, net of related debt	87,719,664	77,996,260	32,861,601	31,370,655	120,581,265	109,366,915
Restricted	23,166,023	20,562,666	1,266,500	215,070	24,432,523	20,777,736
Unrestricted	110,577,070	109,397,452	7,420,707	10,829,184	117,997,777	120,226,636
Total net assets	\$ 221,462,757	\$ 207,956,378	\$ 41,548,808	\$ 42,414,909	\$ 263,011,565	\$ 250,371,287

An additional portion of Ada County's net assets (9 percent) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets (\$117,997,777) may be used to meet the government's ongoing obligations to citizens and creditors.

At the end of the current fiscal year, Ada County is able to report positive balances in all three categories of net assets, both for the government as a whole, as well as for its separate governmental and business-type activities. The same situation held true for the prior fiscal year.

There was an overall decrease of \$3,408,477 in unrestricted net assets reported in connection with the County's business-type activities. This change consists of a decrease in the solid waste management fund (\$5,343,326) due mainly to the increased estimate in the liability for closure/post-closure costs at Hidden Hollow and North Ravine Cell. The Western Idaho Fair's revenue and expenses stayed relatively the same as last year; however, they had an increase (\$376,847) due to cumulative years of setting aside cash to be used in the future for capital improvements. The increase in the emergency medical services fund (\$1,178,606) is due mainly to the acquisition and capitalization of land and a new emergency response station, as well as an increase in the collection of ambulance services fees. Unrestricted net assets in billing services increased (\$446,661) mainly due to an increase in contract services revenue with the garbage collectors. There was also a decrease in internal balances activity related to business-type activities of \$67,265 for the year.

The government's overall net assets increased by \$12,640,278 during the current year. Due mainly to the changes mentioned above, the County's business-type activities experienced a decrease of \$866,101. Governmental activities contributed \$13,506,379 to the overall increase; both are displayed on the following chart:

Ada County's Changes in Net Assets

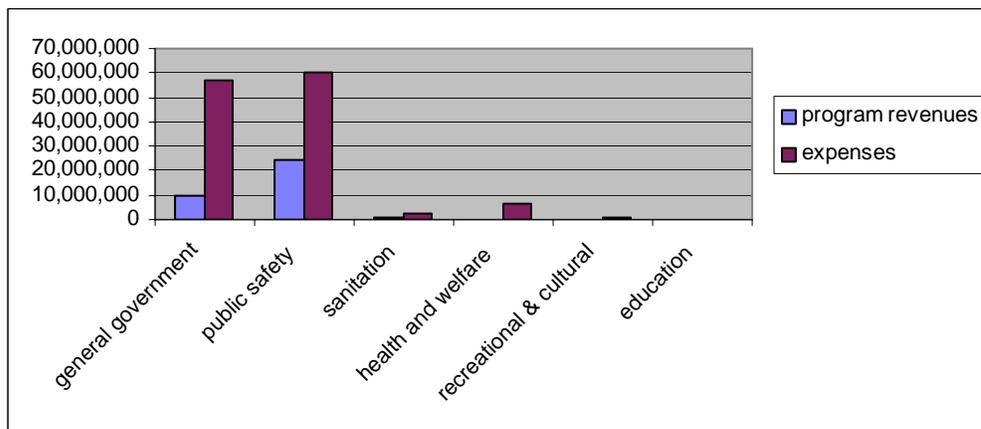
	Governmental activities		Business-type activities		Total	
	2008	2007	2008	2007	2008	2007
Revenues:						
Program revenues:						
Charges for services	\$ 32,008,893	\$ 31,006,054	\$ 28,920,697	\$ 22,903,126	\$ 60,929,590	\$ 53,909,180
Operating grants and contributions	3,705,763	5,512,550	-	-	3,705,763	5,512,550
Capital grants and contributions	-	-	-	-	-	-
General revenues:						
Property taxes	79,689,693	75,125,349	3,567,680	3,275,673	83,257,373	78,401,022
Other taxes	14,459,564	14,795,681	173,859	183,519	14,633,423	14,979,200
Grants and contributions not restricted to specific programs	4,608,140	4,760,277	-	-	4,608,140	4,760,277
Interest & investment earnings	6,354,998	9,151,715	919,235	998,511	7,274,233	10,150,226
Other	1,549,418	1,428,766	240,384	84,773	1,789,802	1,513,539
Total revenues	142,376,469	141,780,392	33,821,855	27,445,602	176,198,324	169,225,994
Expenses:						
General government	56,754,618	52,170,385	-	-	56,754,618	52,170,385
Public safety	60,025,033	52,647,819	-	-	60,025,033	52,647,819
Sanitation	2,137,534	2,024,030	-	-	2,137,534	2,024,030
Health and welfare	6,788,432	5,287,717	-	-	6,788,432	5,287,717
Recreational and cultural	1,035,666	883,819	-	-	1,035,666	883,819
Education	153,879	230,756	-	-	153,879	230,756
Interest on long-term debt	1,974,928	2,599,255	-	-	1,974,928	2,599,255
Emergency Medical Svcs.	-	-	9,760,710	8,697,888	9,760,710	8,697,888
Solid Waste Mgmt.	-	-	17,424,254	8,824,916	17,424,254	8,824,916
Western Idaho Fair	-	-	3,692,851	3,511,749	3,692,851	3,511,749
Billing Svcs.	-	-	3,810,141	3,509,084	3,810,141	3,509,084
Total expenses	128,870,090	115,843,781	34,687,956	24,543,637	163,558,046	140,387,418
Increase (decrease) in net assets before special items and transfers	13,506,379	25,936,611	(866,101)	2,901,965	12,640,278	28,838,576
Special items	-	-	-	-	-	-
Transfers	-	-	-	-	-	-
Increase (decrease) in net assets	13,506,379	25,936,611	(866,101)	2,901,965	12,640,278	28,838,576
Net assets - beginning	207,956,378	182,019,767	42,414,909	39,512,944	250,371,287	221,532,711
Net assets - ending	\$ 221,462,757	\$ 207,956,378	\$ 41,548,808	\$ 42,414,909	\$ 263,011,565	\$ 250,371,287

Governmental activities. Governmental activities resulted in increased total net assets of \$13,506,379, representing 107% of the total growth in net assets for the year. This amount is \$12,430,232 less than last year's increase. Key elements are:

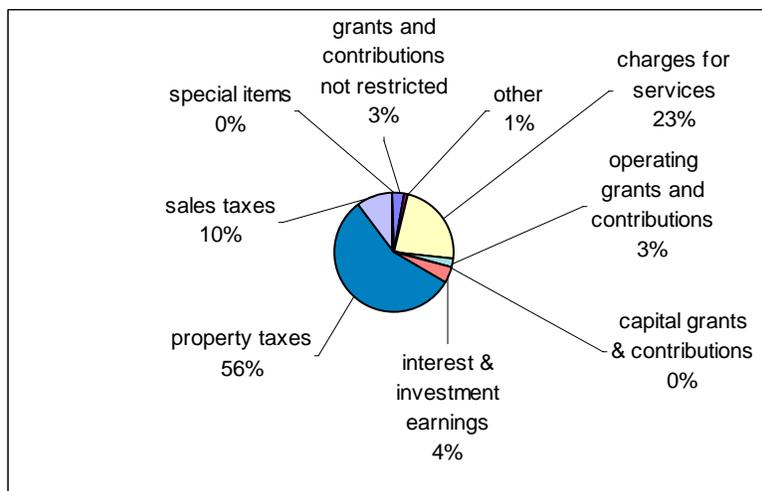
- Property taxes collected increased by \$4,564,344 (6.0 percent) during the year. The increase was due to the growth factor from new construction as allowed by law.
- Charges for services in general government activities increased by \$1,002,839, mainly due to increased revenues in sheriff law enforcement service contracts greater than the decreases in building and zoning fees.
- General revenues in the form of other taxes were lower by \$336,117, due to less sales tax receipts from the State. This was somewhat expected due to the current economic situation.
- Interest and investment earnings were down by \$2,796,717 due to lower yields in interest rates and an overall reduction in investment market value from a year ago.

- Grant/contribution revenues, both restricted and non-restricted, were down \$2 million from last year. The Help America Vote Act (HAVA) decreased by \$733K; last year's HUD grant of \$730K was one time, and grant monies for Emergency Communication (911) declined by \$479K. As the economy worsens, Federal money can become scarce.
- Expenses were lower in the category "interest on debt" (\$624,327) due to a "future" interest payment made last year revising the official amortization schedule going forward.
- "General government" and "public safety" expenses increased by \$4.6 million and \$7.3 million respectively, which can partially be attributed to the budget requests for 23 (\$1.2M) and 45 (\$1.8M) new full time positions respectively.
- The sudden reduction in new housing and planned communities caused Development Services expense to drop by \$730K. This includes a workforce reduction as well.
- The County also provided for a 3% merit pool for employees, budgeted at \$1.4 million.
- Health and welfare expense was about \$1M higher than last year's increase of \$495K. In 2008 medical indigence applications were up by 200. Usually ½ of new cases fall under the State Catastrophic program, which caps the County's expense at \$10K per case. Any expense above the cap is then paid by the State.

Expenses and Program Revenues – Governmental Activities



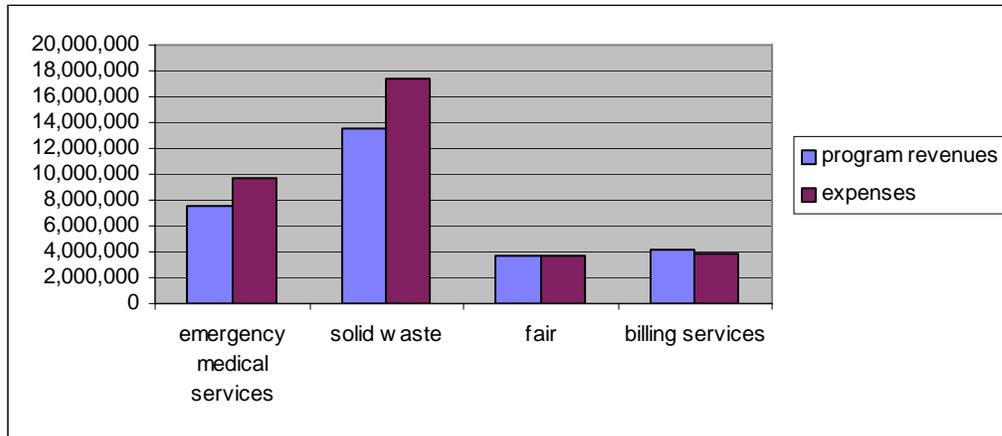
Revenues by Source – Governmental Activities



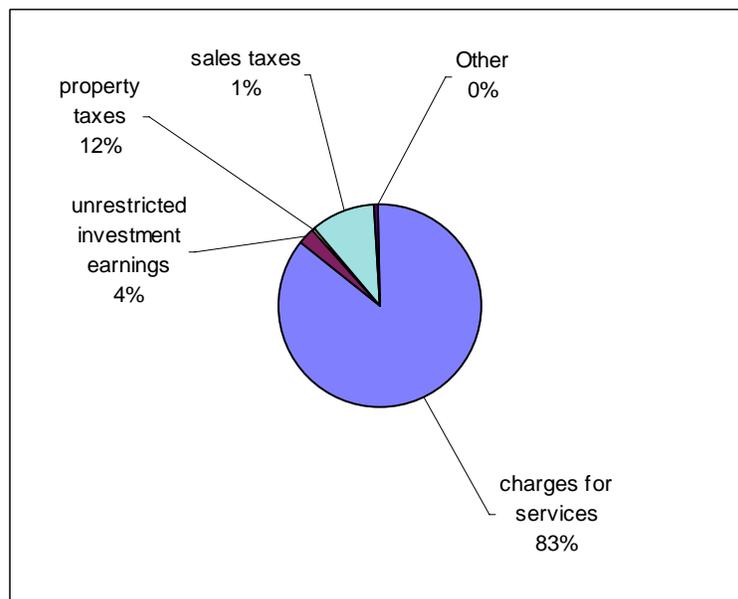
Business-type activities. Business-type activities decreased the County's net assets by \$866,101, accounting for a 6.9 percent loss of the total growth in the government's net assets. All of the County's Enterprise Funds achieved positive net income for the year except Solid Waste with a loss of \$3.4M.

- During the period, solid waste management recorded \$8,191,917 in expense for closure/postclosure costs for Hidden Hollow Landfill and N. Ravine Cell, bringing the total remaining liability to \$18.4 million. The first phase of the new landfill was completed late last year and \$1M was incurred in 2008 for maintenance. A Financial Operations Plan is in place to ensure the stability of funding for the future – both for the Hidden Hollow closure, and for the new North Ravine Cells.
- Property tax receipts for emergency medical services (EMS) increased 9% over the prior year by \$292K. Increased “runs” brought in an additional \$1.1M. Both helped fund 17 new employees (\$725K) and increased pay for 90 others, mainly paramedics (\$271K).

Expenses and Program Revenues – Business-type Activities



Revenue by Source – Business-type Activities



Financial Analysis of the Government's Funds

As noted earlier, Ada County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds. The focus of Ada County's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the County's financing requirements. In particular, *unreserved fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, Ada County's governmental funds reported combined ending fund balances of \$117,897,624, an increase of \$3,911,044 in comparison with the prior year. Of the ending fund balance, \$113,275,087 constitutes unreserved fund balance, which is available for spending at the government's discretion. Ada County has made tentative plans (*designations*) for all but 1% of the unreserved fund balance, including \$7,766,146, specifically designated and budgeted for spending in the following fiscal year, \$67,050,313 designated for capital projects, \$15,974,123 designated as a cash basis reserve, and in accordance with the County's Fund Balance Policy, \$20,862,262 designated for future budget stabilization. The remainder of fund balance is reserved to indicate that it is not available for new spending because it has already been formally committed: 1) to pay for specific juvenile programs and grants (\$1,442,988) or 2) for remaining contractual obligations (\$ 3,179,549).

The general fund is the chief operating fund of Ada County. At the end of the current fiscal year, the total fund balance of the general fund was \$34,078,642 - of which \$32,372,360 was unreserved and \$1,706,282 reserved. As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total fund expenditures. In the current fiscal year, unreserved fund balance represents 32 percent of total general fund expenditures while total fund balance represents 34 percent.

During the current year, the fund balance of the County's general fund increased by \$14.4M before transfers, and decreased by \$18.7M after transfers. In addition to the key factors described on pages 18-19 in *Governmental activities*, a large transfer out of prior fund balance was made to the Capital Projects fund. The County is planning to pay-off it's capital lease as soon as legally possible, as well as saving for building a large-scale garage near the Courthouse for employees and visitors.

The charities and welfare fund has an ending fund balance of \$5,995,020 a decrease of 25%. All resources of this fund are to be used for providing services to indigent persons according to Idaho statute. The County was able to reduce the property tax appropriation for this fund by a small margin this year by offsetting some expense with prior year available fund balance. The charities and welfare operation will continue to replace property tax appropriations with existing fund balance - for fiscal year 2008, 40% of the 2007 fund balance (\$3.2 million) was used to fund the operation instead of property tax.

The capital projects fund's ending fund balance is \$64,759,536, of which 96 percent is unreserved and designated for subsequent years' expenditures in the capital projects fund. Eighty-eight percent of the fund balance as of the end of the fiscal year represents monies accumulated for future capital lease payments for the Ada County Courthouse Complex. Twelve percent of the fund balance will help fund those projects identified in the County's budget document, including completion of the Benjamin facility (\$5M) which will house Elections, Juvenile, Motor Vehicle, and the Adult Drug Court and the Meridian (380K) campus fuel station and lab. Although there was a decrease in revenue of 4.3 million there was also a decrease in expense of 9.5 million and transfers in, net of transfers out, to/from other funds was \$35M. The revenue decreases were related to intergovernmental (\$1.7M), and interest income revenue (\$2.3M) recorded in the general fund this year. The expense decrease in capital outlay (9.5M) is because several large dollar projects were completed or started a year ago compared to project status in 2008.

Proprietary funds. Ada County's proprietary fund statements provide the same type of information found in the government-wide financial statements, but in more detail. The difference between the two perspectives is the effect of internal service fund activities related to proprietary funds. *Unrestricted* net assets of emergency medical services at the end of the year amounted to \$9,189,384, those for the solid waste management fund amounted to \$(6,447,154), those for the Western Idaho Fair amounted to \$1,758,654, and those for billing services amounted to \$1,522,457. The change in net assets for the four funds consisted of an increase of \$2,072,350, a decrease of \$3,369,233, an increase of \$51,386, and an increase of \$446,661 respectively. Factors concerning the finances of these four funds have already been addressed in the discussion of Ada County's business-type activities on pages 17,18 (chart) and 20.

General Fund Budgetary Highlights

The difference between the original budget and the final amended budget in the general fund was \$4,780,785 and can be briefly summarized as follows:

- \$1,828,969 in increases allocated to the juvenile department
- \$ 770,488 in increases allocated to the clerk of the district court's department
- \$1,979,858 in increases allocated to the sheriff's department
- \$ 166,045 in increases allocated to prosecutor's department
- \$ 35,425 in increases allocated to the administrative service's department

Of this increase, \$3,269,788 was from various Federal and State funding sources. The remaining \$1,510,997 represents revenues received during the year that were unanticipated or that exceeded original budgetary estimates.

The difference between the final amended revenue budget in the general fund and actual results was a positive variance of \$771 K (presented on page 60). The largest variance was in charges for services. Actual revenue fell short of projections (\$2.1M) in recordings, the sale of imaged documents, motor vehicle fees, and most notably, building and zoning fees. Receipts were higher than planned (\$2.0M) in sales tax and other shared revenues from the State. Also higher were revenues from interest income (\$764K).

The difference between the final amended expenditures budget in the general fund and actual results was a positive variance of \$15.9 million (pages 60-63). Thirty-five percent of the variance is "personnel services" which accounted for \$5.6m. Development Services was under budget by \$1.1M due to attrition and economic layoffs involving 17 positions. The budget for the Sheriff's personnel included 45 new positions, but with FTE's of 593 and large turnover, the \$1.7M positive variance to budget is virtually the same for the Sheriff as it was a year ago. To more accurately forecast actual personnel costs in the future, the County has implemented a new salary/benefit budget program effective for 2009. The general fund had an unencumbered balance in capital expenditures of \$5.8M – of which \$481K can be attributed to the Sheriff's shooting range, which was cancelled. The remodel for the Prosecutor and Administrative Services was not completed this year leaving \$463K brought forward in 2009 to complete the project. Other Capital expenditure positive variances were \$3.3 million due to the cancellation of the Bethel Street project (\$2.3M) and lower costs for some projects than planned that total \$1M. The downturn in the economy had a major effect on the budget for Development Services. In addition to the personnel cuts mentioned above, an additional \$668K of expense was cut. Building repairs/maintenance, cleaning, electric service, natural gas and supplies expense in the Operations department were some of the areas that brought Operations under budget by \$1.1M. The general fund budgeted for grants that were unspent at year-end for a total of \$2.6M, which will be brought forward to the next year.

Capital Asset and Debt Administration

Capital assets. Ada County's investment in capital assets for its governmental and business type activities as of September 30, 2008, amounts to \$170,891,265 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, machinery and equipment, vehicles, construction in progress and infrastructure (sewer lines, waste water monitoring system, storm water improvements and roadways). The overall increase in the County's investment in capital assets for the current fiscal year was 6 percent (a 6% increase for governmental activities and a 5% increase for business-type activities). Major events during the current fiscal year included the following (some costs were incurred in the prior year and were in Construction in Progress (CIP) accounts until capitalized in fiscal year 2008):

- Completion of the EMS Meridian Campus and EMS SW Boise response stations in the amount of \$944K and \$553K respectively.
- Completion of the Jail Medical Expansion for the Sheriff for \$7.2M.
- The Assessor and Indigent Services remodel of the space adjacent to the Courthouse increased CIP by \$3 million.
- The purchase of the Land for the Benjamin project was \$1.2M and the purchase and remodel of the building, currently in process, is \$4.3M.
- The Landfill completed a waterline extension on the east side of the property for \$597K and the North Ravine Cell Phase II is under construction with expenses this year of \$468K.
- Cops Interoperable Phase III will be complete in FY09 and had expenses of \$1.2M.
- The remodel of the Public Defender, Operations and the Retail space of the Courthouse (deli) was \$828K.
- The purchase of three parcels in and around the Courthouse Complex for further expansion of County services with a total cost of \$2.3m.

ADA County's Capital Assets
(net of depreciation)

	Governmental activities		Business-type activities		Total	
	2008	2007	2008	2007	2008	2007
Land	\$ 6,861,691	\$ 5,630,779	\$ 4,200,476	\$ 4,030,015	\$ 11,062,167	\$ 9,660,794
Land improvements	960,124	1,083,505	22,706,191	22,466,913	23,666,315	23,550,418
Building	106,750,991	100,187,386	4,448,593	3,247,309	111,199,584	103,434,695
Infrastructure	1,467,248	1,608,894	308,465	408,245	1,775,713	2,017,139
Vehicles	1,567,995	1,315,087	569,301	344,821	2,137,296	1,659,908
M&E	10,221,430	12,102,411	161,021	135,980	10,382,451	12,238,391
Construction in progress	10,200,185	7,888,198	467,554	737,372	10,667,739	8,625,570
Total	\$ 138,029,664	\$ 129,816,260	\$ 32,861,601	\$ 31,370,655	\$ 170,891,265	\$ 161,186,915

Additional information on Ada County's capital assets can be found in note I-D-4, page 46 and II-C, pages 51-52, as well as in the Letter of Transmittal, pages 4-5 of this report.

Long-term debt. At the end of the current fiscal year, Ada County had no bonded debt outstanding. Ada County's only remaining debt, \$50,310,000 as of Sept. 30, 2008, is related to the acquisition of the new county courthouse and administration building, related parking facilities, integrated retail space and other public improvements. Lease payments are considered to be obligations of the general government, paid with general governmental revenue sources.

ADA COUNTY'S Outstanding Debt

	Governmental activities		Business-type activities		Total	
	2008	2007	2008	2007	2008	2007
Capital Leases	50,310,000	51,820,000	-	-	50,310,000	51,820,000
Total	\$ 50,310,000	\$ 51,820,000	\$ -	\$ -	\$ 50,310,000	\$ 51,820,000

The County's total debt decreased by \$1,510,000 (2.9 percent) during the current fiscal year. This is due to scheduled principal payments.

Ada County maintains an 'Aa2' rating from Moody's and a 'AA' rating from Standard & Poor's for general obligation debt. The lease revenue bonds of Boise City Urban Renewal Agency (which are secured by the county's annual lease appropriation) have underlying ratings of 'Aa3' and 'AA-' by Moody's and Standard & Poor's, respectively, without regard to the Municipal Bond Insurance Policy that was purchased for this issue. Current State statutes allow for general obligation bonds to be issued without a legal limitation based on tax charges against all property and an acceptance of two-thirds of the qualified electors of Ada County.

The County's last bonded debt issue, for a county jail addition, began in 1992 and ended in 2002. Additional information on the County's long-term debt can be found in note I.D-5 on pages 46-47, and note II.G-H on pages 54-55 of this report.

Economic Factors and Next Year's Budgets and Rates

These factors were considered in preparing the County's budget for the 2009 fiscal year:

- The unemployment rate for Ada County is currently 3.2 percent, an increase from a rate of 2.2 percent a year ago. The current rate is comparable to the state's average unemployment rate of 3.4 percent and favorable to the national average rate of 5.3 percent.
- There are approximately 10% fewer homes for sale this year as compared to last with the percentage of "short sales" being 13.86%. The average sales price of an Ada County home is \$233,695 a decrease of 11% in 2008.
- The population in the County increased 4.0 percent from 2006 to 2007 (the most recent information available) – from 359,035 to 373,406.

Unreserved/designated fund balance in the general fund (\$32.4M) consists of: \$2.1M (6.5%) has been appropriated for spending in the 2009 budget with 22.8% of that amount slated for specific capital projects. Also, \$13M (40%) of unreserved fund balance will be used in the first three months of the next fiscal year to keep the county on a "cash basis" until the first half of the new fiscal year property taxes are received. This prevents the county from having to borrow money to pay operating expenses – sometimes referred to as "tax anticipation notes". The County has adopted a *Fund Balance Policy* that provides specific guidance on unreserved fund balance - resulting in \$17.2M of unreserved fund balance (53%) to be designated for budget stabilization. After reservations and unreserved designations there was a small amount (\$3.5K) available for unreserved and *undesignated*. Per the *Fund Balance Policy*, that amount would be utilized in the upcoming budget.

Pursuant to Resolutions adopted during the fiscal year:

- ❖ Billing Services raised their fees related to the contractor reimbursement schedule by 2.96%; customer rates remained unchanged.
- ❖ Weed increased their fees 4.05% to \$19.25/hr (One Man), 4.65% to \$45/hr (One Man, One Four Wheeler), 4.91% to \$64/hr (One Man, One Machine), 5.0% to \$84/hr (Two Men, One Machine) and 5.0% to \$105/hr (Boat Labor).
- ❖ Pest increased their fees as well, 3.2% to \$15/hr (One Man).

Requests for Information

This financial report is designed to provide a general overview of Ada County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Ada County Auditor, 200 West Front Street, Boise, Idaho, 83702.

BASIC FINANCIAL STATEMENTS

Ada County
Statement of Net Assets
September 30, 2008

	Primary Government		Total
	Governmental Activities	Business-type Activities	
ASSETS			
Cash and cash equivalents	\$ 23,154,649	\$ 4,419,986	\$ 27,574,635
Investments	119,167,184	22,614,701	141,781,885
Receivables, net	89,970,111	6,323,833	96,293,944
Internal balances	(1,219,526)	1,219,526	-
Lease receivable	2,613,661	-	2,613,661
Accrued interest receivable	937,522	149,206	1,086,728
Capital assets, net of depreciation:			
Land, not depreciated	6,861,691	4,200,476	11,062,167
Land improvements	960,124	22,706,191	23,666,315
Building	106,750,991	4,448,593	111,199,584
Infrastructure	1,467,248	308,465	1,775,713
Vehicles	1,567,995	569,301	2,137,296
Machinery & equipment	10,221,430	161,021	10,382,451
Construction in progress	10,200,185	467,554	10,667,739
Capital assets, net	<u>138,029,664</u>	<u>32,861,601</u>	<u>170,891,265</u>
Total assets	<u>372,653,265</u>	<u>67,588,853</u>	<u>440,242,118</u>
LIABILITIES			
Accounts payable	9,967,039	3,000,933	12,967,972
Accrued interest	406,708	-	406,708
Unearned revenue	81,840,736	4,215,587	86,056,323
Long-term liabilities:			
Due within one year	4,142,586	27,113	4,169,699
Due in more than one year	54,833,439	18,796,412	73,629,851
Total liabilities	<u>151,190,508</u>	<u>26,040,045</u>	<u>177,230,553</u>
NET ASSETS			
Invested in capital assets, net of related debt	87,719,664	32,861,601	120,581,265
Restricted for:			
Grant Programs	1,442,988	-	1,442,988
Capital Projects	3,179,549	1,266,500	4,446,049
Property Reappraisal	1,741,461	-	1,741,461
Court Functions	2,318,672	-	2,318,672
Public Safety	5,981,225	-	5,981,225
Weed/Pest/Mosquito Abatement	1,506,820	-	1,506,820
Welfare and Public Health	6,082,124	-	6,082,124
Recreation and Culture	913,184	-	913,184
Unrestricted	110,577,070	7,420,707	117,997,777
Total net assets	<u>\$ 221,462,757</u>	<u>\$ 41,548,808</u>	<u>\$ 263,011,565</u>

The notes to the financial statements are an integral part of this statement.

**Ada County
Statement of Activities
For the Year Ended September 30, 2008**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets		
		Charges for Services	Operating Grants and Contributions	Capital Grants & Contributions	Governmental Activities	Business-Type Activities	Total
Primary government:							
Governmental activities:							
General government	\$ 56,754,618	\$ 10,071,190	\$ 68,846	\$ -	\$ (46,614,582)	\$ -	\$ (46,614,582)
Sanitation	2,137,534	365,455	41,966	-	(1,730,113)	-	(1,730,113)
Public safety	60,025,033	21,271,616	3,351,392	-	(35,402,025)	-	(35,402,025)
Health and welfare	6,788,432	-	-	-	(6,788,432)	-	(6,788,432)
Recreational and cultural	1,035,666	300,632	89,680	-	(645,354)	-	(645,354)
Education	153,879	-	153,879	-	-	-	-
Interest on long-term debt	1,974,928	-	-	-	(1,974,928)	-	(1,974,928)
Total governmental activities	<u>128,870,090</u>	<u>32,008,893</u>	<u>3,705,763</u>	<u>-</u>	<u>(93,155,434)</u>	<u>-</u>	<u>(93,155,434)</u>
Business-type activities:							
Emergency Medical Services	9,760,710	7,487,474	-	-	-	(2,273,236)	(2,273,236)
Solid Waste Management	17,424,254	13,602,397	-	-	-	(3,821,857)	(3,821,857)
Western Idaho Fair	3,692,851	3,644,401	-	-	-	(48,450)	(48,450)
Billing Services	3,810,141	4,186,425	-	-	-	376,284	376,284
Total business-type activities	<u>34,687,956</u>	<u>28,920,697</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(5,767,259)</u>	<u>(5,767,259)</u>
Total primary government	<u>\$ 163,558,046</u>	<u>\$ 60,929,590</u>	<u>\$ 3,705,763</u>	<u>\$ -</u>	<u>(93,155,434)</u>	<u>(5,767,259)</u>	<u>(98,922,693)</u>
General revenues:							
Taxes:							
Property taxes, levied for general purposes					79,689,693	3,567,680	83,257,373
Sales taxes					14,459,564	173,859	14,633,423
Grants and contributions not restricted to specific programs					4,608,140	-	4,608,140
Interest and investment earnings					6,354,998	919,235	7,274,233
Miscellaneous					1,549,418	240,384	1,789,802
Total general revenues, special item and transfers					<u>106,661,813</u>	<u>4,901,158</u>	<u>111,562,971</u>
Change in net assets					13,506,379	(866,101)	12,640,278
Net assets - beginning					207,956,378	42,414,909	250,371,287
Net assets - ending					<u>\$ 221,462,757</u>	<u>\$ 41,548,808</u>	<u>\$ 263,011,565</u>

The notes to the financial statements are an integral part of this statement.

MAJOR GOVERNMENTAL FUNDS

Ada County reports the following major governmental funds:

The **General Fund** is the County's primary operating fund. It accounts for all financial resources of the general government, except for those required to be accounted for in another fund.

The **Charities and Welfare Fund** accounts for the operations associated with administering public assistance, medical care, and other relief to eligible indigent persons. Funding is provided by property tax dollars and reimbursement payments. This fund was established by authority of Idaho Code Section 31-863.

The **Capital Projects Fund** is used to account for the acquisition and construction of major capital facilities other than those financed by Proprietary Funds.

ADA COUNTY
Balance Sheet
Governmental Funds
September 30, 2008

	General Fund	Charities and Welfare	Capital Projects	Other Governmental Funds	Total Governmental Funds
ASSETS					
Cash	\$ 5,431,949	\$ 1,189,862	\$ 10,636,288	\$ 2,165,016	\$ 19,423,115
Investments	28,855,834	6,198,008	54,927,301	11,222,983	101,204,126
Accounts receivable	3,632	-	-	293,587	297,219
Property tax receivable	69,975,471	3,380,621	-	10,377,411	83,733,503
Accrued interest receivable	480,205	-	192,632	39,760	712,597
Due from other funds	408,339	-	-	2,327	410,666
Due from other agencies and units of government	5,638,245	-	-	301,144	5,939,389
Lease Receivable	2,613,661	-	-	-	2,613,661
Total assets	\$ 113,407,336	\$ 10,768,491	\$ 65,756,221	\$ 24,402,228	\$214,334,276
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	\$ 6,437,128	\$ 710,112	\$ 996,685	\$ 909,748	\$ 9,053,673
Due to other funds	8,242	62,500	-	27,609	98,351
Deferred revenues	72,883,324	3,380,621	-	10,400,445	86,664,390
Accrued liabilities	-	620,238	-	-	620,238
Total liabilities	<u>79,328,694</u>	<u>4,773,471</u>	<u>996,685</u>	<u>11,337,802</u>	<u>96,436,652</u>
Fund balances:					
Reserved for:					
Juvenile programs and grants	1,438,037	-	-	4,951	1,442,988
Capital expenditures	268,245	-	2,911,304	-	3,179,549
Unreserved:					
Designated for capital projects	474,311	-	61,848,232	4,727,770	67,050,313
Designated for cash basis reserve	13,032,259	953,946	-	1,987,918	15,974,123
Designated for budget stabilization	17,255,871	742,043	-	2,864,348	20,862,262
Designated for subsequent years' expenditures, reported in:					
General fund	1,606,446	-	-	-	1,606,446
Charities and Welfare	-	4,299,031	-	-	4,299,031
Non-major special revenue funds	-	-	-	1,860,669	1,860,669
Undesignated, reported in:					
General Fund	3,473	-	-	-	3,473
Non-major special revenue funds	-	-	-	1,618,770	1,618,770
Total fund balances	<u>34,078,642</u>	<u>5,995,020</u>	<u>64,759,536</u>	<u>13,064,426</u>	<u>117,897,624</u>
Total liabilities and fund balances	\$ 113,407,336	\$ 10,768,491	\$ 65,756,221	\$ 24,402,228	

The notes to the financial statements are an integral part of this statement.

Ada County

**Reconciliation of the Governmental Funds Balance Sheet
To the Statement of Net Assets
September 30, 2008**

Total Fund Balances - Governmental Funds

\$ 117,897,624

Amounts reported for governmental activities in the Statement of Net Assets are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds. These assets consist of the following:

Land	\$ 6,861,691	
Land Improvements	1,748,430	
Building	142,718,543	
Infrastructure	1,706,261	
Vehicles	4,321,436	
Machinery and Equipment	23,490,929	
Construction in Progress	10,200,185	
Accumulated Depreciation	<u>(53,017,811)</u>	
Total Capital Assets		138,029,664

Some of the County's revenue will be collected after year-end but is not available soon enough to pay for the current period's expenditures and therefore is deferred in the funds. The following has been deferred:

Delinquent Property Tax	\$ 2,209,993	
Interest Receivable on Lease	106,820	
Lease Receivable	<u>2,613,661</u>	
Total Deferred Revenue		4,930,474

Long-term liabilities applicable to the County's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. All liabilities - both current and long-term - are reported in the Statement of Net Assets. These liabilities consist of the following:

Capital Leases Payable	\$ (50,310,000)	
Accrued Interest on the Capital Leases	(406,708)	
Compensated Absences	<u>(3,969,683)</u>	
Total Long-Term Liabilities		(54,686,391)

Internal service funds are used by management to charge the costs of health and liability insurance to individual funds and are reported separately from governmental funds in the fund statements. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Net Assets.

15,291,386

Total Net Assets - Governmental Activities

\$ 221,462,757

The notes to the financial statements are an integral part of this statement.

Ada County
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended September 30, 2008

	General Fund	Charities and Welfare	Capital Projects	Other Governmental Funds	Total Governmental Funds
REVENUES					
Taxes	\$ 64,865,518	\$ 4,215,571	\$ -	\$ 9,609,870	\$ 78,690,959
Licenses and permits	1,180,966	-	-	183,633	1,364,599
Fines and forfeitures	239,604	-	-	1,498,839	1,738,443
Charges for services	21,518,730	386,231	1,072,407	6,603,806	29,581,174
Intergovernmental	20,581,231	3,610	259,690	1,928,936	22,773,467
Interest income	3,103,400	326,885	1,909,908	510,580	5,850,773
Net increase (decrease) in the fair value of investments	(151,312)	(23,228)	(128,729)	(34,185)	(337,454)
Micellaneous	3,701,002	37,884	128,733	634,314	4,501,933
Total revenues	<u>115,039,139</u>	<u>4,946,953</u>	<u>3,242,009</u>	<u>20,935,793</u>	<u>144,163,894</u>
EXPENDITURES					
Current:					
General government	46,121,614	-	25,000	7,917,808	54,064,422
Sanitation	-	-	-	1,959,076	1,959,076
Public safety	52,977,654	-	-	3,871,063	56,848,717
Health and welfare	-	5,656,569	-	1,597,273	7,253,842
Recreational and cultural	-	-	-	734,038	734,038
Education	-	-	-	153,879	153,879
Capital outlay	1,587,749	-	13,120,586	917,105	15,625,440
Debt service:					
Principal retirement	-	-	1,510,000	-	1,510,000
Interest and other debt charges	-	-	1,974,928	-	1,974,928
Total expenditures	<u>100,687,017</u>	<u>5,656,569</u>	<u>16,630,514</u>	<u>17,150,242</u>	<u>140,124,342</u>
Excess (deficiency) of revenues over expenditures	<u>14,352,122</u>	<u>(709,616)</u>	<u>(13,388,505)</u>	<u>3,785,551</u>	<u>4,039,552</u>
OTHER FINANCING SOURCES (USES)					
Transfers in	1,752,219	-	37,614,986	12,114	39,379,319
Transfers (out)	(34,779,023)	(1,338,657)	(2,755,123)	(635,024)	(39,507,827)
Total other financing sources and uses	<u>(33,026,804)</u>	<u>(1,338,657)</u>	<u>34,859,863</u>	<u>(622,910)</u>	<u>(128,508)</u>
Net change in fund balances	(18,674,682)	(2,048,273)	21,471,358	3,162,641	3,911,044
Fund balance, beginning of year	<u>52,753,324</u>	<u>8,043,293</u>	<u>43,288,178</u>	<u>9,901,785</u>	<u>113,986,580</u>
Fund balance, end of year	<u>\$ 34,078,642</u>	<u>\$ 5,995,020</u>	<u>\$ 64,759,536</u>	<u>\$ 13,064,426</u>	<u>\$ 117,897,624</u>

The notes to the financial statements are an integral part of this statement.

Ada County

**Reconciliation of the Statement of Revenues, Expenditures, and Changes
in Fund Balances of Governmental Funds to the Statement of Activities
For the Fiscal Year Ended September 30, 2008**

Total Net Change in Fund Balances - Governmental Funds \$ 3,911,044

Amounts reported for governmental activities in the Statement of Activities are different because:

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. Capital Outlays expense was more than Depreciation expense in the current year by the following amount:

Capital Outlay	\$ 15,625,440	
Depreciation Expense	<u>(6,751,399)</u>	
Excess of Depreciation Expense over Capital Outlay		8,874,041

Miscellaneous transactions involving capital assets such as sales and other disposals (gain/loss), as well as donations, are reported in the Statement of Activities but only proceeds from sales are reported in the governmental funds.

Sales, disposals and donations	<u>\$ (660,637)</u>	(660,637)
--------------------------------	---------------------	-----------

Some revenues in the governmental funds are deferred because they are not collected within the prescribed time period after year-end. On the accrual basis, however, those revenues would be recognized, regardless of when they are collected. Because of the "availability" criterion under the modified accrual basis of accounting the following has been deferred:

Delinquent Property Tax		998,734
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A lease receivable payment is reported as revenue in the governmental funds when received. The amount representing the principal payment on the lease is reported in the Statement of Net Assets as a reduction of the lease receivable.

Interest receivable on the lease is not reported in the governmental funds	<u>\$ (377,741)</u> <u>(15,439)</u>	(393,180)
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Repayment of long-term debt is reported as an expenditure in governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets. In the current year, these amounts consist of:

Capital Lease Payments		1,510,000
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Under the modified accrual basis of accounting used in the governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the Statement of Activities, however, which is presented on the accrual basis, expenses and liabilities are reported regardless of when financial resources are available. Also, interest on long-term debt is not recognized under the modified accrual basis of accounting until due, rather than as it accrues.

Accrued interest calculated for capital leases payable	\$ 8,808	
Compensated absences	<u>(352,681)</u>	
Total Additional Expenditures		(343,873)

Internal service funds are used by management to charge the costs of health and liability insurance to individual funds and are reported separately from governmental funds in the fund statements. In the government-wide statements, internal service funds are included with governmental activities.

		(389,750)
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Change in Net Assets - Governmental Activities \$ 13,506,379

The notes to the financial statements are an integral part of this statement.

Proprietary Funds account for the County operations that provide goods or services to the general public and finance their operations mainly through user charges. The following provides a brief description of the proprietary funds.

MAJOR PROPRIETARY FUNDS

Emergency Medical Services - to account for the emergency medical services system of Ada County, including the operation and coordination of a 24 hour per day emergency response paramedic ambulance service. Revenue is provided by user fees and tax revenue.

Solid Waste Management - to account for the solid waste disposal facilities used by various participating cities and unincorporated areas of the County. Revenue is provided by user fees.

Western Idaho Fair - to account for the operations and maintenance of the Western Idaho Fairgrounds. Operations are under the direction of a Board of Directors appointed and supervised by the Ada County Commissioners. Fair operations are self-supporting.

NON-MAJOR PROPRIETARY FUND

Billing Services - to account for billing services as may be provided. Currently, the County prepares billings to the public and receives funds from the public for refuse collection by the County's contractor. The funds are used to pay the contractor, other costs, and the County for expenses related to the billing services.

**Ada County
Statement of Net Assets
Proprietary Funds
September 30, 2008**

	Business-Type Activities - Enterprise Funds				Total	Governmental Activities- Internal Service Funds
	Major Funds			Other Funds		
	Emergency Medical Services	Solid Waste Management	Western Idaho Fair	Billing Services		
ASSETS						
Current Assets:						
Cash and cash equivalents	\$ 1,357,671	\$ 2,393,053	\$ 348,873	\$ 320,389	\$ 4,419,986	\$ 3,731,534
Investments	7,105,720	12,094,058	1,799,846	1,615,077	22,614,701	17,963,058
Receivables, net	1,379,468	270,505	32,633	120,695	1,803,301	-
Due from other funds	-	49,972	-	-	49,972	-
Due from other agencies	47,306	617,098	-	800	665,204	-
Property tax receivable	3,855,328	-	-	-	3,855,328	-
Accrued interest receivable	49,785	75,502	12,653	11,266	149,206	118,105
Total current assets	<u>13,795,278</u>	<u>15,500,188</u>	<u>2,194,005</u>	<u>2,068,227</u>	<u>33,557,698</u>	<u>21,812,697</u>
Noncurrent assets:						
Capital assets:						
Land	170,462	3,536,790	493,224	-	4,200,476	-
Land improvements	-	22,015,127	2,617,909	-	24,633,036	-
Buildings	1,919,839	1,251,610	6,777,324	-	9,948,773	-
Infrastructure	-	2,864,571	974,347	-	3,838,918	-
Vehicles	2,774,501	100,872	58,647	-	2,934,020	-
Machinery & equipment	164,034	150,791	356,876	-	671,701	-
Construction in progress	-	467,554	-	-	467,554	-
Less accumulated depreciation	(2,729,266)	(4,194,083)	(6,909,528)	-	(13,832,877)	-
Capital assets, net	<u>2,299,570</u>	<u>26,193,232</u>	<u>4,368,799</u>	<u>-</u>	<u>32,861,601</u>	<u>-</u>
Total assets	<u>16,094,848</u>	<u>41,693,420</u>	<u>6,562,804</u>	<u>2,068,227</u>	<u>66,419,299</u>	<u>21,812,697</u>
LIABILITIES						
Current liabilities:						
Accounts payable	459,585	2,237,016	152,818	151,514	3,000,933	913,366
Accrued liabilities	24,755	503	1,855	-	27,113	-
Due to other funds	40,900	8,513	122,008	56,391	227,812	134,475
Claims and judgments	-	-	-	-	-	1,663,455
Deferred revenues	3,758,376	-	119,346	337,865	4,215,587	-
Total current liabilities	<u>4,283,616</u>	<u>2,246,032</u>	<u>396,027</u>	<u>545,770</u>	<u>7,471,445</u>	<u>2,711,296</u>
Noncurrent liabilities:						
Accrued liabilities	322,278	25,173	39,324	-	386,775	-
Landfill postclosure costs	-	18,409,637	-	-	18,409,637	-
Claims and judgments	-	-	-	-	-	2,412,649
Total noncurrent liabilities	<u>322,278</u>	<u>18,434,810</u>	<u>39,324</u>	<u>-</u>	<u>18,796,412</u>	<u>2,412,649</u>
Total liabilities	<u>4,605,894</u>	<u>20,680,842</u>	<u>435,351</u>	<u>545,770</u>	<u>26,267,857</u>	<u>5,123,945</u>
NET ASSETS						
Invested in capital assets	2,299,570	26,193,232	4,368,799	-	32,861,601	-
Restricted for remaining contract commitment	-	1,266,500	-	-	1,266,500	-
Unrestricted	<u>9,189,384</u>	<u>(6,447,154)</u>	<u>1,758,654</u>	<u>1,522,457</u>	<u>6,023,341</u>	<u>16,688,752</u>
Total net assets	<u>\$ 11,488,954</u>	<u>\$ 21,012,578</u>	<u>\$ 6,127,453</u>	<u>\$ 1,522,457</u>	<u>40,151,442</u>	<u>\$ 16,688,752</u>

Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds 1,397,366
Net assets of business-type activities \$ 41,548,808

The notes to the financial statements are an integral part of this statement.

Ada County
Statement of Revenues, Expenses, and Changes in Fund Net Assets
Proprietary Funds
For the Year Ended September 30, 2008

	Business-Type Activities - Enterprise Funds					Governmental Activities- Internal Service Funds
	Major Funds			Other Funds		
	Emergency Medical Services	Solid Waste Management	Western Idaho Fair	Billing Services	Total	
OPERATING REVENUE						
Charges for services	\$ 7,457,636	\$ 13,200,518	\$ -	\$ 4,186,425	\$ 24,844,579	\$ 15,003,695
Concessions	-	-	1,218,051	-	1,218,051	-
Admissions	-	-	1,051,566	-	1,051,566	-
Rentals	-	34,500	1,121,411	-	1,155,911	-
Other	29,838	367,379	253,373	-	650,590	-
Total operating revenues	<u>7,487,474</u>	<u>13,602,397</u>	<u>3,644,401</u>	<u>4,186,425</u>	<u>28,920,697</u>	<u>15,003,695</u>
OPERATING EXPENSES						
Personal services	7,390,123	611,536	658,931	-	8,660,590	-
Other services & charges	2,108,353	8,210,859	2,594,135	3,810,141	16,723,488	-
Administration	-	-	-	-	-	2,365,079
Landfill postclosure expense	-	8,191,917	-	-	8,191,917	-
Claims	-	-	-	-	-	14,081,257
Depreciation	217,398	415,560	411,738	-	1,044,696	-
Total operating expenses	<u>9,715,874</u>	<u>17,429,872</u>	<u>3,664,804</u>	<u>3,810,141</u>	<u>34,620,691</u>	<u>16,446,336</u>
Operating income (loss)	<u>(2,228,400)</u>	<u>(3,827,475)</u>	<u>(20,403)</u>	<u>376,284</u>	<u>(5,699,994)</u>	<u>(1,442,641)</u>
NONOPERATING REVENUES (EXPENSES)						
Intergovernmental	240,384	-	-	-	240,384	-
Donations, gain (loss) on disposition of assets	-	-	-	-	-	-
Interest and investment revenue	341,812	492,880	77,332	75,683	987,707	916,892
Net increase (decrease) in the fair value of investments	(22,985)	(34,638)	(5,543)	(5,306)	(68,472)	(59,774)
Property & other taxes	3,741,539	-	-	-	3,741,539	-
Total nonoperating revenue (expenses)	<u>4,300,750</u>	<u>458,242</u>	<u>71,789</u>	<u>70,377</u>	<u>4,901,158</u>	<u>857,118</u>
Net income (loss) before contributions and transfers	2,072,350	(3,369,233)	51,386	446,661	(798,836)	(585,523)
Transfers in	-	-	-	-	-	150,000
Transfers out	-	-	-	-	-	(21,492)
Change in net assets	<u>2,072,350</u>	<u>(3,369,233)</u>	<u>51,386</u>	<u>446,661</u>	<u>(798,836)</u>	<u>(457,015)</u>
Total net assets - beginning	9,416,604	24,381,811	6,076,067	1,075,796	31,950,284	17,145,767
Total net assets - ending	<u>\$ 11,488,954</u>	<u>\$ 21,012,578</u>	<u>\$ 6,127,453</u>	<u>\$ 1,522,457</u>	<u>\$ 25,053,444</u>	<u>\$ 16,688,752</u>

Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds. (67,265)
Change in net assets of business-type activities \$ (866,101)

The notes to the financial statements are an integral part of this statement.

**Ada County
Statement of Cash Flows
Proprietary Funds
For the Year Ended September 30, 2008**

	Business-Type Activities - Enterprise Funds					Governmental Activities- Internal Service Funds
	Major Funds			Other Funds		
	Emergency Medical Services	Solid Waste Management	Western Idaho Fair	Billing Services	Total	
CASH FLOWS FROM OPERATING ACTIVITIES						
Cash received from customers	\$ 7,614,158	\$ 12,957,845	\$ 3,612,941	\$ 4,181,947	\$ 28,366,891	\$ 15,003,695
Cash paid to suppliers for goods and contracted services	(2,345,215)	(7,698,491)	(2,507,603)	(4,086,915)	(16,638,224)	(14,933,617)
Cash paid to employees for services	(7,405,538)	(616,343)	(658,511)	-	(8,680,392)	-
Other operating revenue	29,838	401,879	-	-	431,717	-
Net cash provided by (used for) operating activities	<u>(2,106,757)</u>	<u>5,044,890</u>	<u>446,827</u>	<u>95,032</u>	<u>3,479,992</u>	<u>70,078</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES						
Property taxes and other taxes	3,700,606	-	-	-	3,700,606	-
Subsidy from federal grants	103,304	-	-	-	103,304	-
Transfer in	-	-	-	-	-	150,000
Transfer out	-	-	-	-	-	(21,492)
Net cash provided by (used for) noncapital financing activities	<u>3,803,910</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,803,910</u>	<u>128,508</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES						
Purchase of capital assets	(1,189,131)	(618,080)	(86,277)	-	(1,893,488)	-
Net cash provided by (used for) capital and related financing activities	<u>(1,189,131)</u>	<u>(618,080)</u>	<u>(86,277)</u>	<u>-</u>	<u>(1,893,488)</u>	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES						
Net (increase) decrease in investments	(3,033,388)	(6,909,126)	(876,972)	(657,309)	(11,476,795)	(7,017,942)
Interest income	332,860	461,962	70,748	72,247	937,817	904,509
Net cash provided by (used for) investing activities	<u>(2,700,528)</u>	<u>(6,447,164)</u>	<u>(806,224)</u>	<u>(585,062)</u>	<u>(10,538,978)</u>	<u>(6,113,433)</u>
Net increase (decrease) in cash	(2,192,506)	(2,020,354)	(445,674)	(490,030)	(5,148,564)	(5,914,847)
Cash, beginning of year	3,550,177	4,413,407	794,547	810,419	9,568,550	9,646,381
Cash, end of year	<u>\$ 1,357,671</u>	<u>\$ 2,393,053</u>	<u>\$ 348,873</u>	<u>\$ 320,389</u>	<u>\$ 4,419,986</u>	<u>\$ 3,731,534</u>

(Continued)

**Reconciliation of operating income (loss) to
net cash provided by (used for) operating activities**

	Business-Type Activities - Enterprise Funds					Governmental Activities- Internal Service Funds
	Major Funds			Other Funds		
	Emergency Medical Services	Solid Waste Management	Western Idaho Fair	Billing Services	Total	
Operating income (loss)	\$ (2,228,400)	\$ (3,827,475)	\$ (20,403)	\$ 376,284	\$ (5,699,994)	\$ (1,442,641)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:						
Depreciation expense	217,398	415,560	411,738	-	1,044,696	-
Landfill postclosure expense	-	8,191,917	-	-	8,191,917	-
Claims and judgments expense	-	-	-	-	-	1,168,128
Change in assets and liabilities:						
(Increase) decrease in accounts receivable, net	156,939	(45,852)	(5,398)	(61,531)	44,158	-
(Increase) decrease in due from other agencies and units of government	(417)	(174,104)	-	(370)	(174,891)	-
(Increase) decrease in due from other funds	-	(22,717)	-	-	(22,717)	-
Increase (decrease) in accounts payable	(299,450)	501,447	(36,456)	(305,535)	(139,994)	288,212
Increase (decrease) in accrued liabilities	31,930	413	3,413	-	35,756	-
Increase (decrease) in due to other funds	15,243	5,701	119,995	28,761	169,700	56,379
Increase (decrease) in deferred revenue	-	-	(26,062)	57,423	31,361	-
Total adjustments	<u>121,643</u>	<u>8,872,365</u>	<u>467,230</u>	<u>(281,252)</u>	<u>9,179,986</u>	<u>1,512,719</u>
Net cash provided by (used for) operating activities	<u>\$ (2,106,757)</u>	<u>\$ 5,044,890</u>	<u>\$ 446,827</u>	<u>\$ 95,032</u>	<u>\$ 3,479,992</u>	<u>\$ 70,078</u>

Noncash investing activities for business-type enterprise funds were:

The net decrease in the fair value of investments for Emergency Medical Services was \$ 22,985 for the year.

The net decrease in the fair value of investments for Solid Waste Management was \$ 34,638 for the year.

The net decrease in the fair value of investments for the Western Idaho Fair was \$ 5,543 for the year.

The net decrease in the fair value of investments for Billing Services was \$ 5,306 for the year.

Noncash investing activities for governmental internal service funds were:

The net decrease in the fair value of investments for Self-Funded Health Insurance was \$ 31,958 for the year.

The net decrease in the fair value of investments for Liability Insurance was \$ 27,816 for the year.

The notes to the financial statements are an integral part of this statement.

FIDUCIARY FUNDS

Fiduciary Funds are used to report assets held in a trustee or agency capacity for others and which therefore cannot be used to support the County's own programs. In Ada County, there are no trust funds – but there are several agency funds. The County's agency funds are further described and presented beginning on page 93.

**ADA COUNTY
Fiduciary Funds
Statement of Fiduciary Net Assets
September 30, 2008**

	Agency Funds
Assets	
Cash	\$ 6,533,962
Accounts receivable	711,684
Total assets	\$ 7,245,646
 Liabilities	
Accounts payable	\$ 95,923
Fines and appearance bonds to be remitted	1,105,399
Fiduciary fund liabilities:	
Judgments held in trust	671,387
Tax receipts held in trust	1,240,235
Due to prisoners	188,054
Due to victims	111,960
Due to other agencies and units of government	3,832,688
Total liabilities	\$ 7,245,646

The notes to the financial statements are an integral part of this statement.

**NOTES TO FINANCIAL
STATEMENTS**

ADA COUNTY

**Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2008**

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ADA COUNTY

Notes to the Financial Statements For the Fiscal Year Ended September 30, 2008

I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying financial statements of Ada County, Idaho (the "County") have been prepared in conformity with generally accepted accounting principles (GAAP) as prescribed by the Governmental Accounting Standards Board (GASB). GASB is the standard-setting body for governmental accounting and financial reporting principles.

In June 1999, the GASB issued Statement No. 34, *Basic Financial Statements-and Management's Discussion and Analysis-for State and Local Governments*. This statement established new reporting requirements for state and local governments throughout the United States. It requires new information and restructures much of the information that governments have presented in the past. The County implemented this standard during the fiscal year ended September 30, 2003.

Subsequent to Statement No. 34, GASB has issued several additional statements that affect reporting requirements. Ada County has implemented all GASB statements that are in effect for the County's 2007-2008 fiscal year.

A. Reporting Entity

Ada County was established December 22, 1864. It operates under a commissioner form of government and provides services including general government, public safety, judicial, sanitation, health and welfare, recreational and cultural, and education. The County follows GASB Statement No.14 - *The Financial Reporting Entity* - and Statement No. 39, *Determining Whether Certain Organizations are Component Units* in determining the reporting entity. For financial reporting purposes, the County's reporting entity consists solely of the primary government. Accordingly, the financial statements include all funds, departments, and agencies of the primary government whose budgets are controlled or whose boards are appointed by the County's Board of Commissioners, or if exclusion of an organization would cause the County's financial statements to be misleading or incomplete. Control or dependence on the County was determined on the basis of appointment authority, budget adoption, taxing authority, outstanding debt secured by revenues or general obligations of the County, significance to the County, and legal standing. Ada County contributes to the multi-employer Public Employee Retirement System of Idaho (PERSI). PERSI is administered by the State of Idaho. A ten-year history is provided in PERSI's annual report.

B. Government-Wide and Fund Financial Statements

Government-Wide Statements

The Statement of Net Assets and Statement of Activities report information on all non-fiduciary activities of the primary government, distinguished between governmental and business-type activities. Governmental activities generally are financed through taxes and intergovernmental revenues. Business-type activities are financed in whole or in part by fees and charges to external parties for goods or services. Internal service funds are included with governmental activities in the government-wide statements and are included with the proprietary funds in the fund statements. Interfund activity has been eliminated from the statements, except for the residual amounts due between governmental and business-type activities. Reimbursements, which are repayments from funds responsible for particular expenditures or expenses to the funds that initially paid for them, are eliminated in the financial statements to reduce the grossing-up effect of internal transactions.

ADA COUNTY

Notes to the Financial Statements For the Fiscal Year Ended September 30, 2008

Statement of Net Assets

The Statement of Net Assets presents the reporting entity's non-fiduciary assets and liabilities, with the difference reported as net assets. Net assets are displayed in the following three categories:

Invested in Capital Assets, Net of Related Debt consists of capital assets, net of accumulated depreciation and reduced by outstanding related debt.

Restricted Net Assets result when the purpose for or manner in which net assets can be used is limited by an external party, a constitutional provision, or enabling legislation. Enabling legislation both authorizes the raising of new resources and imposes legally enforceable limits on how they may be used. The amount of restricted net assets as of September 30 is \$25,297,167. Decisions regarding the preferred first usage of unrestricted or restricted net assets are made on a program-by-program basis when both types of resources are available.

Unrestricted Net Assets consist of net assets that do not meet the definition of the two preceding categories. Unrestricted net assets may have constraints or designations placed upon them by management, but they can be unilaterally removed.

Statement of Activities

The Statement of Activities demonstrates the degree to which the direct expenses of governmental functions and business-type activities are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific governmental function or business-type activity. Revenues are broken out by program and general designations. Program revenues display the extent to which programs are self-funded. Program revenues include charges to customers who purchase, use, or directly benefit from goods or services provided by a given function or activity. Program revenues also include grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Taxes and other revenue sources that are not attributable to specific programs are reported instead as general revenues.

Fund Statements

The financial activities of the County are recorded in individual funds to report the financial position and results of the operations of the County. Fund accounting is used to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts.

Separate fund financial statements are presented for the governmental, proprietary, and fiduciary funds, even though fiduciary funds are excluded from the government-wide statements. The emphasis in the fund statements is on *major* funds. Major governmental and business-type funds are reported as separate columns in the fund statements. The remaining governmental and business-type funds are considered to be non-major funds and are consolidated in an "other" funds column (on the combined fund statements). If there is more than one, the non-major funds are displayed individually in combining schedules.

The County reports the following major governmental funds:

The *General Fund* is the County's primary operating fund. It accounts for services that include general government and public safety. The *General Fund* includes all financial resources of County except those required to be accounted for in another fund.

The *Charities and Welfare Fund* accounts for the operations of providing services to indigent persons as required by authority of Idaho Code Section 31-863.

ADA COUNTY

Notes to the Financial Statements For the Fiscal Year Ended September 30, 2008

The *Capital Projects Fund* is used to account for financial resources to be used for the acquisition or construction of major capital facilities (other than those financed by proprietary funds).

The County reports the following major proprietary funds:

The *Emergency Medical Services Fund* accounts for resources used to operate a 24-hour per day emergency response paramedic ambulance service. Funding is from taxes and user charges.

The *Solid Waste Management Fund* accounts for resources used to operate the solid waste disposal facilities used by residents, businesses, various participating cities and unincorporated areas of the County. Funding is from user fees.

The *Western Idaho Fair Fund* accounts for resources used for the operations and maintenance of the Western Idaho Fairgrounds, funded solely from user fees.

There is one additional (enterprise) fund reported as an “other fund” in the Proprietary Funds statements:

The *Billing Services Fund* accounts for resources received for billing services as may be provided – currently for billing refuse collection by the County’s contractor.

Additionally, the County reports the following fund types:

Governmental Fund Type

Special Revenue Funds account for financial resources obtained from specific revenue sources that are legally restricted to expenditures for specified purposes.

Proprietary Fund Type

Internal Service Funds account for operations that render services to the County on a cost-reimbursement basis: health insurance for employees, and property, liability, worker’s comp and other types of insurance.

Fiduciary Fund Type

The *Agency Funds* account for resources that are held by the County, acting in a custodial capacity, for distribution to other governmental units or designated beneficiaries. The majority of resources accounted for in this fund will be distributed to the State of Idaho and the various taxing districts in Ada County.

Reconciling Government-Wide Statements to the Fund Statements

The governmental fund statements include a reconciliation between the fund statements and the government-wide statements. Differences that make reconciliation necessary include the two differing measurement focuses and bases of accounting between the statements and the inclusion of internal service funds with governmental activities on the governmental-wide statements.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is

ADA COUNTY

Notes to the Financial Statements For the Fiscal Year Ended September 30, 2008

incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Governmental fund financial statements and agency funds (Fiduciary Fund financial statement) are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County generally considers revenues to be available if they are collected within 30 days of the end of the current fiscal period. Significant revenue sources susceptible to accrual include sales and liquor taxes, interest associated with the current fiscal period, and grants. All other revenue items are considered to be measurable and available only when cash is received by the government. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, expenditures related to capital lease payments, compensated absences and most claims and judgments are recorded only when payment is due.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The County has elected not to follow subsequent private-sector guidance.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Indirect charges have been eliminated, as well as reimbursements, which are repayments from funds responsible for particular expenditures or expenses to the funds that initially paid for them. They are eliminated in the financial statements to reduce the grossing-up effect of internal transactions. Exceptions to this general rule of elimination are interfund services provided and used, such as charges between the County's self-insurance programs and business-type activities, and charges between the Solid Waste function and other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as program revenues include charges to customers for goods and services, operating grants and contributions, and any capital grants and contributions. All taxes as well as internally dedicated resources are reported as general revenues.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the proprietary and internal service funds are charges to customers for sales and services. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

D. Assets, Liabilities, and Net Assets or Equity

1. Deposits and Investments

The cash balances of substantially all funds are pooled and invested by the County Treasurer for the purpose of increasing earnings through investment activities. The pool's investments are stated at fair value at September 30, 2008, as determined by quoted market prices, except for the non-negotiable certificates of deposit - which are non-participating contracts, and are therefore carried at amortized cost. The individual funds' portions of the pool's fair value are presented as

ADA COUNTY

Notes to the Financial Statements For the Fiscal Year Ended September 30, 2008

"Investments". Interest earned on the pooled funds is apportioned and paid or credited to the funds quarterly based on the average daily balance of each participating fund. Interest earnings and increases or decreases in the fair value of investments in certain Special Revenue funds are transferred to the General Fund based on management policy. Idaho Code Section 67, Chapter 12, provides authorization for the investment of funds as well as to what constitutes an allowable investment. County policy is consistent with the State Code.

The Code limits investments to the following general types:

1. Certain revenue bonds, general obligation bonds, local improvement district bonds and registered warrants of state and local governmental entities.
2. Time deposit accounts, tax anticipation and interest-bearing notes.
3. Bonds, treasury bills, debentures, or other similar obligations of the United States Government and United States Government Agencies.
4. Repurchase agreements secured by the above.

Cash and investments are pooled and invested in certificates of deposit, United States Treasury Securities, United States Government Agency Securities and repurchase agreements secured by United States Government Securities or United States Government Agencies. The County's policy has been to hold investments until maturity, in an attempt to reduce market fluctuation risk.

For purposes of the statement of cash flows, the County considers all highly liquid investments purchased with maturity of three months or less to be cash. Cash and investment balances for the Enterprise and Internal Service funds represent their allocated share of pooled cash and investments of the County and can be drawn down on demand. The investment purchases and sales information is not available for individual funds and management believes that due to the nature of the pooled investments, this information is not significant for purposes of understanding the statement of cash flows. Accordingly, the net change method is used to report cash flows from investments in these statements.

2. Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are current and referred to as "due to/from other funds" as are all other outstanding balances between funds. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

In the proprietary funds, receivables are shown net of an allowance for uncollectibles. In the Emergency Medical Services Fund, the allowance is based on historical data from the Fund.

Property tax revenues are recognized when received in the period for which the taxes are levied. Property taxes are accrued as assets receivable and deferred revenue on the Balance Sheet when the County has an enforceable legal claim to the taxes, which occurs on January 1 of the period prior to actual receipt of the tax payments. The County's assessment date is January 1, and property taxes, levied by the second Monday of September on a market value basis, are billed to the taxpayers in November. Half of the real, personal, and mobile home property taxes are due on December 20 and the remainder is due the following June 20. Other property taxes are due December 20. Real property taxes not paid constitute a lien on the property when entered on the real property assessment roll as delinquent on the first day of January of the succeeding year.

ADA COUNTY

Notes to the Financial Statements For the Fiscal Year Ended September 30, 2008

3. Inventories

County-wide purchases of materials and supplies are consumed shortly after purchase and are recognized as an expenditure in special revenue funds and as an expense in proprietary funds when purchased (purchases method). There are no significant accumulations of inventories for GAAP reporting purposes.

4. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (sewer lines, access roads to the landfill, wastewater monitoring systems), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Ada County has a combined highway district that has separate taxing authority; consequently, infrastructure reporting related to streets and highways is recorded within Ada County Highway District Financial Statements. Ada County infrastructure acquired prior to fiscal years ended after June 30, 1980, are immaterial and not reported. Capital assets are defined by the County as assets with an initial, individual cost of more than \$20,000 and an estimated useful life in excess of two years. All material capital assets are valued at historical cost. Donated capital assets are valued at their estimated fair value on the date donated. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. When an asset is disposed of, cost and related accumulated depreciation is removed, and any gain or loss arising from its disposal is credited or charged to operations. The County has implemented Statement No. 42, *Accounting and Financial Reporting for Impairment of Capital Assets and for Insurance Recoveries*.

Although not capitalized, all purchases of property, plant and equipment with an initial, individual cost of more than \$1,000 and an estimated useful life in excess of two years are tracked for management control and inventory purposes. In addition, certain specific types of equipment purchases are monitored for control, as are any items management requests be monitored, regardless of cost.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Qualifying interest incurred during the construction phase of capital assets of business-type activities would be included as part of the capitalized value of the assets constructed.

For all depreciable major asset classes, depreciation is recorded by use of the straight-line method with no salvage value. The book value of each asset is reduced by equal amounts over its estimated useful life as follows:

<u>Asset Class</u>	<u>Estimated Useful Life</u> <u>_____ (Years) _____</u>
Buildings	8-50
Improvements	8-20
Infrastructure	10-50
Equipment	2-15
Vehicles	3-10

5. Long-Term Liabilities

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets.

ADA COUNTY

Notes to the Financial Statements For the Fiscal Year Ended September 30, 2008

Indigent Claims - In the fund financial statements for fiscal year 2008, the County recorded an accrued liability of \$620,238 in the major fund "Charities and Welfare" for estimated qualifying indigent services provided prior to the fiscal year-end but which will not be paid by the County until a future budget period. The County pays for medical assistance (and certain non-medical assistance) to indigent persons who qualify, up to a \$10,000 limit, per Idaho Code, Section 31. Some services have been provided prior to the fiscal year-end, but provider billings have not been presented to the County for payment until sometime after September 30. The Charities and Welfare Special Revenue Fund sets aside money in their current budget to fund liabilities incurred during the fiscal year that will not be liquidated until a future budget period, thereby accumulating resources in the fund that will eventually be used to liquidate the liability.

Compensated Absences - The County provides personal leave to its full time employees. It is paid to employees when taken and will be paid to employees or their beneficiaries upon the employee's termination, retirement, or death. The amount of unpaid personal leave accumulated by County employees and the associated salary-related payment is accrued as an expense in the Proprietary Funds and in the Government-wide Statements. In the Governmental Fund statements, only the amounts that are liquidated with expendable available financial resources are accounted for as current-year expenditures. The County assumes a first-in, first-out flow.

Deferred Compensation - GASB Statement No. 32 rescinded prior standards and established new accounting and financial reporting standards for Internal Revenue Code Section 457 deferred compensation plans of state and local governmental employers. The County is in compliance with the IRC regulation. All assets and income of the County's 457 plan are held in a trust, custodial account or annuity contract as described in IRC Section 457(g) for the exclusive benefit of the plan participants and their beneficiaries. The County has no liability for losses under the plan, and currently makes matching contributions to this plan, not to exceed three percent of participant's monthly wage. Employees with six months of service may make voluntary contributions to the plan within the limits allowed by IRC Section 457.

Bonded Indebtedness - Bond ordinances require a levy and collection of a tax without limitation, on all property subject to taxation by the County, sufficient in amount to pay the principal and interest on such bonds when they become due. The County currently has no bonded indebtedness.

6. Fund Equity

In the fund financial statements, governmental funds report:

Reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose.

Designations of fund balance for amounts that represent tentative management plans that are subject to change. Governmental funds also report designations of fund balance to keep the County on a "cash basis" due to timing of the receipt of tax revenues, as well as Budget Stabilization amounts calculated in compliance with the County Fund Balance Policy Statement. The fund equity of the Liability Insurance Fund and the Self Funded Health Insurance Fund (Internal Service) has been designated for future catastrophic losses.

Undesignated fund balance indicates that portion of fund equity available for future appropriation.

ADA COUNTY

Notes to the Financial Statements For the Fiscal Year Ended September 30, 2008

II. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

Credit Risk. Ada County's investment policy requires individual investments to have a credit rating of A or better by Standard and Poor's Corporation or an equivalent nationally recognized statistical rating organization. All investments meet this requirement.

Concentration Credit Risk. Ada County's investment policy allows for no more than 50% in a specific issuer and 50% in a specific class of securities. The County is in compliance with its policy. In addition, GASB 40 requires disclosure of concentrations over 5% in a single issuer. As of September 30, 2008 the following issuers hold more than 5% of Ada County's total portfolio. Federal Home Loan Bank – 23%, Federal National Mortgage Association – 16%, Federal Home Loan Mortgage Corp – 18%.

Custodial Credit Risk - investments. This is the risk that, in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of the outside party. The County's investment policy requires working with primary or regional dealers for the purchase of its authorized securities. Investments are made with banks designated by the State Treasurer as a state depository. Through agreements with Wells Fargo Bank and Mountain West Bank, the County invests idle cash in uninsured repurchase agreements. The repurchase agreements are fully collateralized with an undivided, fractional interest in obligations of, or obligations that are fully guaranteed by the United States government, its agencies or instrumentalities. Title to the securities are vested in the County or in the name of the bank but held by a third party custodian in the name of the County. The bank repurchases the undivided, fractional interest from the County on the next banking day. At September 30, 2008, the market value of the repurchase agreements was \$5,943,423. The investment in repurchase agreements is uninsured and collateralized with securities with a market value of \$5,882,036.

Custodial Credit Risk – deposits. This is the risk that in the event of a bank failure, the County's deposits may not be returned to it. As of September 30, 2008, \$7,078,758 of the County's bank balance of deposits was exposed to custodial credit risk and was uninsured and uncollateralized. Two letters of credit collateralized \$10,000,000 of deposits.

Interest Rate Risk. As a means of limiting its exposure to fair value losses arising from changes in interest rates, the Treasurer may invest funds of the County that are not identified as operating funds, in investments with maturities longer than 365 days, but not to exceed four years. The County's investments are in compliance with this policy. The County assumes that its callable investments will not be called. Through its investment policy, the County manages its exposure to fair value losses arising from increasing interest rates by holding all investments to maturity as permitted by cash flows and liquidity needs.

The elected State Treasurer, per Idaho Code, is authorized to sponsor and manage an investment pool that the County voluntarily participates in. The Local Government Investment Pool (LGIP) was established as a cooperative endeavor to enable public entities of the State of Idaho to aggregate funds for investment to improve administrative efficiency and increase investment yield. The Legislative Auditors Office conducts an annual audit of the LGIP and has full access to the records of the Pool. The fund's portfolio includes money market instruments, investment grade corporate debt, U.S. Treasuries and Government Agency securities. The U.S. government securities and the collateral for the repurchase agreements are held in trust by a safekeeping bank. The LGIP is registered with the Securities and Exchange Commission and has been assigned an AA+ fund credit quality rating and an S1+ volatility rating by Standard & Poor's Ratings Services. The AA+ rating of the LGIP means the portfolio holdings provide extremely strong protection against losses from credit defaults. The S1+ volatility rating assigned to the

ADA COUNTY

**Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2008**

LGIP indicates the Pool possesses extremely low sensitivity to changing market conditions, and a level of risk that is less than or equal to that of a portfolio comprised of the highest-quality fixed income instruments with an average maturity of one year or less.

The table below presents the County's exposure to credit risk in accordance with the Segmented Time Distribution method.

Investment Type:	Credit Rating	Maturity				Market Value	Cost
		Under 30 Days	31-180 Days	180-365 Days	1-4 Years		
Negotiable CD's	UNRATED	\$ -	\$ 582,136	\$ 1,399,909	\$ 374,706	\$ 2,356,751	\$ 2,357,742
Fed Farm Credit Bank	S&P AAA	-	-	-	7,000,320	7,000,320	7,002,000
Fed Home Loan Bank	S&P AAA	-	-	4,013,125	28,952,592	32,965,717	33,114,645
Fed. Home Loan Mort. Corp.	S&P AAA	-	-	-	26,043,477	26,043,477	26,080,080
Fed Nat Mortg Assoc.	S&P AAA	-	-	-	23,024,424	23,024,424	23,085,652
Idaho State Investment Pool	S&P AAaf	40,000,000	-	-	-	40,000,000	40,000,000
Mountain West Repurchase Sweep	UNRATED	2,545,573	-	-	-	2,545,573	2,545,573
Wells Fargo Repurchase Sweep	UNRATED	3,397,850	-	-	-	3,397,850	3,397,850
Victory Federal Money Market Fund	S&P AAA	4,447,773	-	-	-	4,447,773	4,447,773
Total Investments		\$ 50,391,196	\$ 582,136	\$ 5,413,034	\$ 85,395,519	\$ 141,781,885	\$ 142,031,315

*Some investments have call dates prior to the actual maturity

ADA COUNTY

Notes to the Financial Statements For the Fiscal Year Ended September 30, 2008

B. Receivables

Ada County reports the General, Charities and Welfare, and Capital Projects funds as major governmental funds - and Emergency Medical Services, Solid Waste Management, and Western Idaho Fair as major enterprise funds. The "allowance for doubtful accounts" is immaterial except for Emergency Medical Services. All receivables are expected to be collected within one year except for a lease receivable with a 6-year remaining term.

Receivables at September 30, 2008, were as follows:

	Accounts	Taxes	Due from Other Governments	Interest	Lease	Total Receivables
Governmental activities:						
General	\$ 3,632	\$ 69,975,471	\$ 5,638,245	\$ 480,205	\$ 2,613,661	\$ 78,711,214
Charities & Welfare	-	3,380,621	-	-	-	3,380,621
Capital Projects	-	-	-	192,632	-	192,632
Other Governmental	293,587	10,377,411	301,144	39,760	-	11,011,902
<i>Total receivables</i>	<u>297,219</u>	<u>83,733,503</u>	<u>5,939,389</u>	<u>712,597</u>	<u>2,613,661</u>	<u>93,296,369</u>
Reconciliation of balances in fund financial statements to government-wide financial statements:						
Internal Service				118,105		118,105
Lease Receivable				106,820		106,820
<i>Total - governmental activities</i>	<u>\$ 297,219</u>	<u>\$ 83,733,503</u>	<u>\$ 5,939,389</u>	<u>\$ 937,522</u>	<u>\$ 2,613,661</u>	<u>\$ 93,521,294</u>

Memo: Amounts not scheduled for
collection during the next year

\$ 2,220,481

Business-type activities:

Emergency Medical Services	\$ 3,010,464	\$ 3,855,328	\$ 47,306	\$ 49,785	\$ -	\$ 6,962,883
Less Allowance for Doubtful accounts:	<u>(1,630,996)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,630,996)</u>
<i>Receivables, Net</i>	1,379,468	3,855,328	47,306	49,785	-	5,331,887
Solid Waste Management	270,505	-	617,098	75,502	-	963,105
Western Idaho Fair	32,633	-	-	12,653	-	45,286
Billing Services	120,695	-	800	11,266	-	132,761
<i>Total - business-type activities</i>	<u>\$ 1,803,301</u>	<u>\$ 3,855,328</u>	<u>\$ 665,204</u>	<u>\$ 149,206</u>	<u>\$ -</u>	<u>\$ 6,473,039</u>

Governmental funds report deferred revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At the end of the current fiscal year, the various components of deferred revenue reported in the governmental funds were as follows:

Taxes Levied for Subsequent Period	\$ 81,523,510
Current Year Delinquent Taxes	1,736,128
Prior Years' Delinquent Taxes	473,865
Lease Receivable	2,613,661
Unearned rental revenue	23,034
Unearned grant revenue	294,192
Total deferred/unearned revenue for governmental funds	<u>\$ 86,664,390</u>

ADA COUNTY**Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2008****C. Capital Assets**

Capital asset activity for the year ended September 30, 2008 was as follows:

Primary Government	2008 Beginning Balance	Increases	Decreases	2008 Ending Balance
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 5,630,779	\$ 1,230,912	\$ -	\$ 6,861,691
Construction in progress	7,888,198	11,936,051	9,624,064	10,200,185
Total capital assets, not being depreciated	<u>13,518,977</u>	<u>13,166,963</u>	<u>9,624,064</u>	<u>17,061,876</u>
Capital assets, being depreciated:				
Land improvements	1,748,430	-	-	1,748,430
Buildings and improvements	132,305,042	10,413,501	-	142,718,543
Vehicles	3,908,573	758,965	346,102	4,321,436
Machinery and equipment	23,609,241	806,251	924,563	23,490,929
Infrastructure	1,706,261	-	-	1,706,261
Total capital assets being depreciated	<u>163,277,547</u>	<u>11,978,717</u>	<u>1,270,665</u>	<u>173,985,599</u>
Less accumulated depreciation for:				
Land improvements	664,925	123,381	-	788,306
Buildings and improvements	32,117,656	3,849,896	-	35,967,552
Vehicles	2,593,486	472,918	312,963	2,753,441
Machinery and equipment	11,506,830	2,163,558	400,889	13,269,499
Infrastructure	97,367	141,646	-	239,013
Total accumulated depreciation	<u>46,980,264</u>	<u>6,751,399</u>	<u>713,852</u>	<u>53,017,811</u>
Total capital assets, being depreciated, net	<u>116,297,283</u>	<u>5,227,318</u>	<u>556,813</u>	<u>120,967,788</u>
Governmental activities capital assets, net	<u>\$ 129,816,260</u>	<u>\$ 18,394,281</u>	<u>\$ 10,180,877</u>	<u>\$ 138,029,664</u>

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental activities:	
General government	\$ 2,831,682
Public safety	3,308,993
Sanitation	162,980
Recreation	<u>447,744</u>
Total depreciation expense - governmental activities:	<u>\$ 6,751,399</u>
Business-type activities:	
Emergency Medical Services	\$ 217,398
Solid Waste	415,560
Western Idaho Fair	<u>411,738</u>
Total depreciation expense - business-type activities:	<u>\$ 1,044,696</u>

ADA COUNTY

Notes to the Financial Statements For the Fiscal Year Ended September 30, 2008

	Beginning Balance	Increases	Adjustments/ Decreases	Ending Balance
Business-type activities:				
Capital assets, not being depreciated:				
Land	\$ 4,030,015	\$ 170,461	\$ -	\$ 4,200,476
Construction in progress	737,372	467,554	737,372	467,554
Total capital assets, not being depreciated	4,767,387	638,015	737,372	4,668,030
Capital assets, being depreciated:				
Land improvements	24,006,565	626,471	-	24,633,036
Buildings and improvements	8,394,222	1,554,551	-	9,948,773
Vehicles	2,538,610	395,410	-	2,934,020
Machinery and equipment	862,703	58,567	249,569	671,701
Infrastructure	3,838,918	-	-	3,838,918
Total capital assets being depreciated	39,641,018	2,634,999	249,569	42,026,448
Less accumulated depreciation for:				
Land improvements	1,539,652	387,193	-	1,926,845
Buildings and improvements	5,146,913	353,267	-	5,500,180
Vehicles	2,193,789	170,930	-	2,364,719
Machinery and equipment	726,723	33,526	249,569	510,680
Infrastructure	3,430,673	99,780	-	3,530,453
Leased assets	-	-	-	-
Total accumulated depreciation	13,037,750	1,044,696	249,569	13,832,877
Total capital assets, being depreciated, net	26,603,268	1,590,303	-	28,193,571
Business-type activities capital assets, net	\$ 31,370,655	\$ 2,228,318	\$ 737,372	\$ 32,861,601

D. Payables

Payables at September 30, 2008, were as follows:

	Vendors	Salaries and Benefits	Accrued Interest	Internal Service	Total Payables
Governmental activities:					
General	\$ 3,238,149	\$ 3,198,979	\$ -	\$ -	\$ 6,437,128
Charities & Welfare	680,149	29,963	-	-	710,112
Capital Projects	996,685	-	-	-	996,685
Other Governmental	683,566	226,182	-	-	909,748
Reconciliation of balances in fund financial statements to government-wide financial statements	-	-	406,708	913,366	1,320,074
Total - governmental activities	\$ 5,598,549	\$ 3,455,124	\$ 406,708	\$ 913,366	\$ 10,373,747

ADA COUNTY

**Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2008**

	Vendors	Salaries and Benefits	Accrued Interest	Internal Service	Total Payables
Business-type activities:					
Emergency Medical Svcs.	\$ 234,781	\$ 224,804	\$ -	\$ -	\$ 459,585
Solid Waste Management	2,219,712	17,304	-	-	2,237,016
Western Idaho Fair	133,750	19,068	-	-	152,818
Billing Services	151,514	-	-	-	151,514
Total - business-type activities	<u>\$ 2,739,757</u>	<u>\$ 261,176</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,000,933</u>

E. Interfund Accounts and Transfers

Due to/from other funds as of September 30, 2008 is as follows:

		Due From					
		General Fund	Nonmajor Funds	Charities & Welfare	Proprietary Funds	Internal Service	Total
Due To	General fund	\$ 6,824	\$ 27,317	\$ 62,500	\$ 177,223	\$ 134,475	\$ 408,339
	Nonmajor governmental	1,418	292	-	617	-	2,327
	Proprietary	-	-	-	49,972	-	49,972
	All others	-	-	-	-	-	-
	Total	<u>\$ 8,242</u>	<u>\$ 27,609</u>	<u>\$ 62,500</u>	<u>\$ 227,812</u>	<u>\$ 134,475</u>	<u>\$ 460,638</u>

These balances result from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made. All balances will be repaid within one year.

Interfund transfers for the year ended September 30, 2008, consisted of the following:

		Transfer Out					
		General Fund	Charities & Welfare	Non Major Governmental	Internal Service	Capital Projects	Total
Transfer In							
General Fund	\$ -	\$ 303,657	\$ 236,720	\$ 21,492	\$ 1,190,350	\$ 1,752,219	
Capital Projects Fund	34,629,023	1,035,000	398,304	-	1,552,659	37,614,986	
Internal Service Fund	150,000	-	-	-	-	150,000	
Non Major Governmental	-	-	-	-	12,114	12,114	
Total	<u>\$ 34,779,023</u>	<u>\$ 1,338,657</u>	<u>\$ 635,024</u>	<u>\$ 21,492</u>	<u>\$ 2,755,123</u>	<u>\$ 39,529,319</u>	

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, and (2) use unrestricted revenues collected in one fund to finance various programs accounted for in other funds in accordance with statutory or budgetary authorizations.

ADA COUNTY

Notes to the Financial Statements For the Fiscal Year Ended September 30, 2008

F. Lease Receivable

The County has entered into a leasing arrangement with the City of Boise for the former County Administration building. The thirteen-year leasing arrangement calls for annual installments of \$500,000 – the first of which was received in fiscal year 2002 – and includes a bargain purchase option. Payment was received in 2008 as agreed. Imputed interest ranges from 1.9% to 4.95%. The following is a schedule of future minimum lease payments:

Year Ending Sept. 30	Interest	Principal	Total Lease Payment
2009	\$ 106,820	\$ 393,180	\$ 500,000
2010	90,751	409,249	500,000
2011	74,025	425,975	500,000
2012	56,616	443,384	500,000
2013	38,494	461,506	500,000
2014	19,633	480,367	500,000
Total	<u>\$ 386,339</u>	<u>\$ 2,613,661</u>	
Total minimum lease payments			3,000,000
Less: Amount representing interest			<u>386,339</u>
Present value of net minimum lease payments			<u>\$ 2,613,661</u>

G. Capital Lease Payable

In fiscal 2000, the County entered into a capital lease (Court Complex Lease Agreement) for the construction and acquisition of a new courthouse/administration building complex which also includes parking facilities, integrated retail space and other public improvements (**See Note M – Contingencies and Commitments**). The lease term was 30 years with a series of one-year leases subject to annual appropriation of funds by the County. During fiscal 2005, the County renegotiated the lease, resulting in a reduction of 7 years on the lease term, and a favorable imputed interest rate based on the lease payments – from 6.46% over the initial 30-year term to 5.92% over the revised 23-year term – resulting in overall interest savings of \$22,891,186. During fiscal year 2007, the County paid \$3,285,582 toward reducing future interest on the lease, resulting in additional savings over the remaining term of \$5,947,580. During fiscal 2008, the County incurred net lease payments totaling \$3,484,928 for the Facility, and the County's remaining obligation at September 30 is \$50,310,000. Upon satisfaction of the County's outstanding lease obligation, the County may purchase the Facilities for \$1.00. The historical cost and accumulated amortization of the Facilities are \$69,328,654 and \$9,053,235, respectively.

The following chart represents the County's future lease payments based on the September 30 obligation, amortized according to the Bond document lease payment schedule until the incurred obligation is satisfied.

ADA COUNTY

**Notes to the Financial Statements
For the Fiscal Year Ended September 30, 2008**

Year Ending Sept. 30	Court Complex Lease		
	Principal	Interest	Total
2009	\$ 1,675,000	\$ 2,440,250	\$ 4,115,250
2010	1,850,000	2,381,625	4,231,625
2011	2,415,000	2,299,725	4,714,725
2012	2,665,000	2,187,638	4,852,638
2013	3,025,000	2,062,737	5,087,737
2014-2018	19,785,000	7,672,900	27,457,900
2019-2022	18,895,000	2,196,700	21,091,700
Total	\$ 50,310,000	\$ 21,241,575	\$ 71,551,575

H. Long-Term Debt

Changes in long-term liabilities: Long-term liability activity for the year ended September 30, 2008, was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
Capital leases	\$ 51,820,000	\$ -	\$ 1,510,000	\$ 50,310,000	\$ 1,675,000
Compensated absences	3,617,002	527,200	174,519	3,969,683	183,893
Claims and judgments	3,305,348	3,388,827	1,997,833	4,696,342	2,283,693
<i>Governmental activity</i>					
<i>Long-term liabilities</i>	<u>\$ 58,742,350</u>	<u>\$ 3,916,027</u>	<u>\$ 3,682,352</u>	<u>\$ 58,976,025</u>	<u>\$ 4,142,586</u>
Business-type activities:					
Compensated absences	\$ 378,132	\$ 60,425	\$ 24,669	\$ 413,888	\$ 27,113
Landfill closure	10,217,720	8,191,917	-	18,409,637	-
<i>Business-type activity</i>					
<i>Long-term liabilities</i>	<u>\$ 10,595,852</u>	<u>\$ 8,252,342</u>	<u>\$ 24,669</u>	<u>\$ 18,823,525</u>	<u>\$ 27,113</u>

Internal service funds predominantly serve the governmental funds. Accordingly, long-term liabilities for them are included as part of the above totals for governmental activities. At year-end, \$4,076,104 of internal service fund claim liabilities for the County's self-insurance programs are included in the above amounts. For the governmental activities, approximately 91 percent of compensated absences are generally liquidated by the general fund, and the remainder by special revenue funds. In addition to compensated absences, claims in the business-type funds represent the landfill closure/post closure liability, inclusive of any liabilities for groundwater contamination.

ADA COUNTY

Notes to the Financial Statements For the Fiscal Year Ended September 30, 2008

I. Solid Waste Landfill Closure and Postclosure Costs

The County owns and operates a landfill site located in the northern portion of the County. State and federal laws will require the County to close the landfill once its capacity is reached and to monitor and maintain the site for 30 subsequent years. The County recognizes a portion of the closure and post-closure care costs in each operating period even though actual payouts will not occur until the landfill is closed. The amount recognized each year is based on the landfill capacity used as of the balance sheet date. As of September 30, 2008, the County has recorded a combined liability of \$18,409,637, which represents the estimated closure and post-closure costs based on 90.5% of landfill capacity used to date in the Hidden Hollow Cell and .873% capacity used to date in the new North Ravine Cell. The remaining estimated liability for these costs is \$2,831,040 and \$39,056,236, respectively, which will be recognized as the remaining capacity is used (estimated to be 12 years for Hidden Hollow and 92 years for the North Ravine Cell). The estimated costs are subject to change from year to year as the effects of inflation, revision of laws and other variables occur. The County has demonstrated closure, post-closure care, and/or corrective action financial assurance by satisfying the financial ratio alternative method prescribed by Title 40 Part 258.74 of the Code of Federal Regulations.

J. Retirement Plan

The Public Employee Retirement System of Idaho (PERSI), a cost sharing multiple-employer public retirement system, was created by the Idaho State Legislature. It is a defined benefit plan requiring that both the member and the employer contribute. The plan provides benefits based on members' years of service, age and compensation. In addition, benefits are provided for disability, death, and survivors of eligible members or beneficiaries. The authority to establish and amend benefit provisions is established in Idaho Code. Designed as a mandatory system for eligible state and school district employees, the legislation provided for other political subdivisions to participate by contractual agreement with PERSI.

After 5 years of credited service, members become fully vested in retirement benefits earned to date. Members are eligible for retirement benefits upon attainment of the ages specified for their employment classification. For each month of credited service, the annual service retirement allowance is 2.0% or 2.3% (depending upon employee classification) of the average monthly salary for the highest consecutive 42 months.

PERSI issues publicly available stand alone financial reports that include audited financial statements and required supplementary information. These reports may be obtained from PERSI's website www.persi.idaho.gov.

The actuarially determined contribution requirements of the County and its employees are established and may be amended by the PERSI Board of Trustees. For the year ended September 30, 2008, the required contribution rate as a percentage of covered payroll for members was 6.23% for general members and 7.65% for sheriff employees. The employer rate as a percentage of covered payroll was 10.39% for general members and 10.73% for sheriff employees.

Ada County's contributions required and paid were \$7,341,486, \$6,614,476, and \$6,086,509 for the three years ended September 30, 2008, 2007, and 2006, respectively.

K. Insurance

The County is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; and errors or omissions. Idaho Code Title 6, Chapter 9, authorizes political

ADA COUNTY

Notes to the Financial Statements For the Fiscal Year Ended September 30, 2008

subdivisions of the State of Idaho to “levy an annual property tax in the amount necessary to provide for a comprehensive liability plan whether by the purchase of insurance or otherwise“. In 1986, the County established a Liability Insurance Fund (an Internal Service Fund) to account for and finance its insured and uninsured risks of loss. Ada County’s Risk Management department, as authorized by Resolution, manages the Fund. Under its self-insurance plan, it is the intent of the County to provide amounts to the Insurance Fund through an annual levy not to exceed \$300,000, until the fund balance is sufficient to provide adequate reserves for known and incurred but not reported claims and a reserve for future catastrophic losses, not to exceed \$10,000,000. In fiscal 2008, an operating transfer of \$150,000 was made into the Fund for future catastrophic losses. At September 30, 2008, the Liability Insurance Fund had net assets of \$6,800,993.

In prior years and for the period of October 1, 2003 to January 1, 2004, the County purchased workers’ compensation insurance from the State of Idaho in accordance with State requirements. Effective January 1, 2004, the County became self-insured for workers’ compensation as authorized by the Idaho Industrial Commission. The program is administered by a third party, and the County purchases excess workers’ compensation insurance (with an aggregate limit of \$1,000,000) to provide coverage for individual claims above the county’s self-insured retention (SIR). The County retains responsibility for the first \$500,000 of each claim for all employees.

The County purchases property insurance from independent carriers. The County has property insurance coverage up to \$156,300,000 with a \$25,000 deductible. All funds of the County participate in the self-insurance program and make premium payments to the Liability Insurance Fund based on historical cost and loss information, adjusted annually.

There have been no significant reductions in insurance coverage from the previous year, and no settlements in excess of insurance coverage in any of the prior three fiscal years.

Beginning in fiscal year 2000, the County established a Self-Funded Health Fund (an Internal Service Fund) for risks associated with the employee’s health insurance plan where assets are set aside for claim settlements. All funds with employees eligible for benefits participate, and make payments to the Health Insurance Fund based on the number of qualifying employees in each fund and on estimates of potential usage. The County funded an initial reserve of \$1.2 million through a transfer from the General Fund, based on advice from actuarial consultants and in accordance with State requirements. Provisions are also made for unexpected and unusual claims. Third parties administer the plan, covering medical, dental and vision claims. Stop-loss coverage for medical claims exceeding \$100,000 per employee (to the policy maximum of \$1,000,000) is purchased from the third party administrator, and at September 30, 2008, the Self-Funded Health Insurance Fund had net assets of \$9,887,759.

A liability for a claim in either insurance fund is established if information indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported. Claim liabilities are calculated based on the estimated ultimate cost of settling the claim, considering the effects of inflation, recent claim settlement trends including frequency and amount of payouts, and other economic and social factors. Claim liabilities include any specific, incremental claim adjustment expense, and any material estimated recoveries are deducted from the liability for unpaid claims.

ADA COUNTY

Notes to the Financial Statements For the Fiscal Year Ended September 30, 2008

Changes in the balances of claims liabilities during the past two fiscal years are as follows:

	<u>Liability Insurance</u>		<u>Self Funded Health</u>	
	Fiscal Year		Fiscal Year	
	<u>2008</u>	<u>2007</u>	<u>2008</u>	<u>2007</u>
Unpaid claims as of October 1	\$ 1,831,131	\$ 1,883,397	\$ 1,076,845	\$ 917,490
Total incurred claims (including IBNRs) and prior period changes in claim estimates	2,760,450	1,073,753	11,049,434	9,674,947
Total payments	<u>1,568,262</u>	<u>1,126,019</u>	<u>11,073,494</u>	<u>9,515,592</u>
Unpaid claims as of September 30	<u>\$ 3,023,319</u>	<u>\$ 1,831,131</u>	<u>\$ 1,052,785</u>	<u>\$ 1,076,845</u>

L. Fund Equity

The amounts reported on the governmental funds' balance sheet (page 29) identified as "unreserved" are further described as follows:

"*designated for subsequent years' expenditures*" and "*designated for capital projects*" reflects the amount of FY2008 fund balance that has been re-budgeted as a funding source for the County's FY2009 budget.

"*cash basis reserve*" reflects the amount of FY2008 fund balance that is needed to fund the first three months of FY2009 because the first-half property taxes are not due until December 20. The County retains adequate fund balance each year to stay on a cash basis until taxes are received.

"*designated for budget stabilization*" reflects the amount pursuant to the County's fund balance policy that mitigates current and future risks and ensures service levels.

M. Contingencies and Commitments

The County has assumed responsibility for groundwater contamination that has been identified near its sanitary landfill. Based on recommendations and evaluative advice from Consultants, the Solid Waste Management Fund initiated remediation procedures – the cost of which is included in the liability described in **Note I-Solid Waste Landfill Closure and Postclosure Costs**.

Also, the County is contingently liable with respect to certain lawsuits and other claims that have arisen in the ordinary course of its operations. County officials believe that potential claims resulting from such litigation would not materially affect the financial condition or results of operations. Reserves for contingent liabilities and conservative revenue accruals are routinely evaluated. The County is a recipient of federal funds and is subject to audits by governmental agencies. County officials are of the opinion that findings, if any, resulting from these audits, will not materially affect the financial condition of the County.

The Urban Renewal Agency of Boise City, Idaho, also known as the Capital City Development Corporation (CCDC), is an urban renewal agency, and is an independent public body corporate and politic of the State of Idaho. The County has leased to CCDC approximately 10.3 acres of land owned by the County. CCDC had obtained Urban Renewal Lease Revenue Bonds, Series

ADA COUNTY

Notes to the Financial Statements For the Fiscal Year Ended September 30, 2008

1999 (advance refunded during 2005 as Urban Renewal Lease Revenue Refunding Bonds, Series 2005) for the Ada County Courts Complex Project in order to finance the acquisition, construction and improvement of a new county courthouse and administration building for use by Ada County, and related parking facilities, integrated retail space and other public improvements. The Bonds are obligations of CCDC, payable from and secured solely by lease payments made by the County under a Courts Complex Lease Agreement between CCDC and the County. In the Agreement, the County is obligated to pay the lease payments only to the extent that funds for the lease payments are budgeted and appropriated each year by the County. According to the 2005 renegotiated lease agreement, the County leases the Courthouse/ Administration Building portion of the project over an overall remaining, as of September 30, 2008, 14-year term from the CCDC, with title reverting to the County at the end of the lease term. A special payment by the County in fiscal year 2007 reduced future interest payments on the lease by over five million dollars and resulted in a revised lease agreement. The remaining term of the lease is unchanged. The lease payments, which began in fiscal year 2000 under the prior lease agreement, are considered obligations of Ada County, and are paid from the Capital Projects Fund with general governmental revenue sources. Some of these revenues are legislatively restricted for Courthouse facilities, and some have been obtained from the sale of County-owned buildings. **(See Note G – Capital Leases Payable).**

As of September 30, 2008, the County had the following outstanding contractual commitments:

<u>Project Name</u>	<u>Contract Amount</u>	<u>Paid to Date</u>	<u>Remaining Commitment</u>
Benjamin Remodel	\$ 4,123,288	\$1,211,984	\$ 2,911,304
Courthouse Expansion	519,000	261,883	257,117
Juvenile Liberty Parking Lot	247,354	236,226	11,128
Solid Waste North Ravine Cell-Phase II	1,700,000	433,500	<u>1,266,500</u>
Total Remaining Commitments			<u>\$ 4,446,049</u>

**REQUIRED SUPPLEMENTARY
INFORMATION**

Ada County
General Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Non-GAAP Cash Basis)
For the Year Ended September 30, 2008

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Property taxes	\$ 64,888,654	\$ 64,888,654	\$ 64,865,518	\$ (23,136)
Sales tax allocation	13,750,000	13,750,000	14,612,477	862,477
State shared	3,248,000	3,248,000	3,828,605	580,605
Payments in lieu of taxes	291,650	291,650	424,932	133,282
Licenses and permits	1,083,289	1,099,489	1,180,965	81,476
Charges for services	22,667,348	23,573,379	21,489,924	(2,083,455)
Grants	1,105,712	3,119,263	2,284,883	(834,380)
Interest income	3,091,000	3,235,000	3,999,100	764,100
Miscellaneous	2,282,257	2,948,197	4,238,218	1,290,021
Total general fund revenues	\$ 112,407,910	\$ 116,153,632	\$ 116,924,622	\$ 770,990
Expenditures:				
<u>General Government</u>				
Clerk of the district court				
Personal services	\$ 6,732,211	\$ 6,732,211	\$ 6,501,336	\$ 230,875
Other services and charges	1,062,699	1,605,062	928,944	676,118
Capital outlays	249,456	477,581	156,284	321,297
Total clerk of the district court	8,044,366	8,814,854	7,586,564	1,228,290
Treasurer:				
Personal services	705,415	705,415	683,610	21,805
Other services and charges	203,058	203,058	155,402	47,656
Capital outlays	-	-	-	-
Total treasurer	908,473	908,473	839,012	69,461
Assessor:				
Personal services	671,684	671,684	629,982	41,702
Other services and charges	55,656	56,756	40,981	15,775
Capital outlays	1,100	-	-	-
Total assessor	728,440	728,440	670,963	57,477
Assessor motor vehicle:				
Personal services	2,134,061	2,134,061	1,947,848	186,213
Other services and charges	595,013	594,789	389,000	205,789
Capital outlays	1,000	1,224	1,224	-
Total assessor motor vehicle	2,730,074	2,730,074	2,338,072	392,002
Prosecuting attorney:				
Personal services	9,492,703	9,529,878	9,004,373	525,505
Other services and charges	734,442	860,479	729,846	130,633
Capital outlays	13,130	15,963	14,377	1,586
Total prosecuting attorney	10,240,275	10,406,320	9,748,596	657,724

The note to the required supplementary information - basis of budgeting - is an integral part of this schedule.

(Continued)

**Ada County
General Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Non-GAAP Cash Basis)
For the Year Ended September 30, 2008**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
General Government (Continued)				
Public Information:				
Personal services	\$ 142,715	\$ 142,715	\$ 122,734	\$ 19,981
Other services and charges	45,665	41,665	37,603	4,062
Capital outlays	-	4,000	3,186	814
Total public information	<u>188,380</u>	<u>188,380</u>	<u>163,523</u>	<u>24,857</u>
Commissioners:				
Personal services	599,300	599,300	574,153	25,147
Other services and charges	135,324	134,268	23,637	110,631
Capital outlays	-	1,056	1,056	-
Total commissioners	<u>734,624</u>	<u>734,624</u>	<u>598,846</u>	<u>135,778</u>
Operations:				
Personal services	1,860,502	1,860,502	1,788,137	72,365
Other services and charges	4,528,224	4,740,899	3,631,338	1,109,561
Capital outlays	536,320	456,240	352,156	104,084
Total operations	<u>6,925,046</u>	<u>7,057,641</u>	<u>5,771,631</u>	<u>1,286,010</u>
Development services:				
Personal services	3,784,756	3,784,756	2,688,922	1,095,834
Other services and charges	1,106,550	1,106,550	539,939	566,611
Capital outlays	101,200	101,200	-	101,200
Total development services	<u>4,992,506</u>	<u>4,992,506</u>	<u>3,228,861</u>	<u>1,763,645</u>
Information Technology:				
Personal services	3,441,449	3,441,449	3,144,262	297,187
Other services and charges	1,050,396	1,005,996	971,157	34,839
Capital outlays	628,200	672,600	633,021	39,579
Total information technology	<u>5,120,045</u>	<u>5,120,045</u>	<u>4,748,440</u>	<u>371,605</u>
Public defender:				
Personal services	4,375,476	4,375,476	4,194,670	180,806
Other services and charges	1,518,476	1,548,476	1,412,791	135,685
Capital outlays	35,766	5,766	3,384	2,382
Total public defender	<u>5,929,718</u>	<u>5,929,718</u>	<u>5,610,845</u>	<u>318,873</u>
Administrative Services:				
Personal Services	1,290,960	1,326,385	1,280,941	45,444
Other services and charges	485,985	476,778	315,575	161,203
Capital outlays	34,967	44,174	23,703	20,471
Total administrative services	<u>1,811,912</u>	<u>1,847,337</u>	<u>1,620,219</u>	<u>227,118</u>

The note to the required supplementary information - basis of budgeting - is an integral part of this schedule.

**Ada County
General Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Non-GAAP Cash Basis)
For the Year Ended September 30, 2008**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
General Government (Continued)				
General:			*	
Personal services	200,000	200,000	-	200,000
Other services and charges	6,308,502	6,308,502	5,932,424	376,078
Capital outlays	12,200,000	4,946,689	527,258	4,419,431
Total general	18,708,502	11,455,191	6,459,682	4,995,509
Total general government (including capital outlays)	67,062,361	60,913,603	49,385,254	11,528,349
Less: capital outlays	13,801,139	6,726,493	1,715,649	5,010,844
Total general government (excluding capital outlays)	\$ 53,261,222	\$ 54,187,110	\$ 47,669,605	\$ 6,517,505
Public Safety				
Sheriff:				
Personal services	\$ 39,589,531	\$ 40,429,811	\$ 38,705,306	\$ 1,724,505
Other services and charges	5,371,090	5,909,491	5,536,444	373,047
Capital outlays	899,531	1,500,001	1,225,810	274,191
Total sheriff	45,860,152	47,839,303	45,467,560	2,371,743
Coroner:				
Personal services	840,308	840,308	808,853	31,455
Other services and charges	159,176	222,926	186,198	36,728
Capital outlays	-	-	-	-
Total coroner	999,484	1,063,234	995,051	68,183
Juvenile:				
Personal services	6,384,512	7,027,412	6,151,231	876,181
Other services and charges	883,268	1,036,906	577,719	459,187
Capital outlays	117,750	1,150,181	569,936	580,245
Total juvenile	7,385,530	9,214,499	7,298,886	1,915,613
Total public safety (including capital outlays)	54,245,166	58,117,036	53,761,497	4,355,539
Less: capital outlays	1,017,281	2,650,182	1,795,746	854,436
Total public safety (excluding capital outlays)	\$ 53,227,885	\$ 55,466,854	\$ 51,965,751	\$ 3,501,103
Total general fund expenditures (excluding capital outlays)	\$ 106,489,107	\$ 109,653,964	\$ 99,635,356	\$ 10,018,608
Add: capital outlays	14,818,420	9,376,675	3,511,395	5,865,280
Total general fund expenditures (including capital outlays)	\$ 121,307,527	\$ 119,030,639	\$ 103,146,751	\$ 15,883,888

The note to the required supplementary information - basis of budgeting - is an integral part of this schedule.

(Continued)

**Ada County
General Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Non-GAAP Cash Basis)
For the Year Ended September 30, 2008**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenue Over (Under) Expenditures			13,777,871	
OTHER FINANCING SOURCES (USES)				
Transfers In			1,752,219	
Transfers Out			(34,779,023)	
Total Other Financing Sources (Uses)			(33,026,804)	
Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses			(19,248,933)	
Reconciling Items				
Changes Affected by Accrued Revenues			(1,885,483)	
Changes Affected by Accrued Expenditures			2,459,734	
Fund Balances - Beginning of Year			52,753,324	
Fund Balances - End of Year			\$ 34,078,642	

The note to the required supplementary information - basis of budgeting - is an integral part of this schedule.

Ada County
Charities and Welfare
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Non-GAAP Cash Basis)
For the Year Ended September 30, 2008

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ 4,180,522	\$ 4,180,522	\$ 4,215,571	\$ 35,049
Intergovernmental	-	-	3,610	3,610
Charges for services	850,000	850,000	386,231	(463,769)
Miscellaneous	36,000	36,000	41,560	5,560
Total revenues	5,066,522	5,066,522	4,646,972	(419,550)
Expenditures:				
Current-				
Health and welfare				
Personal services	1,133,305	1,133,305	1,075,993	57,312
Other services and charges	6,141,334	6,132,534	4,353,130	1,779,404
Capital outlays	1,039,800	1,048,600	1,043,732	4,868
Total expenditures	8,314,439	8,314,439	6,472,855	1,841,584
Excess (deficiency) of revenues over expenditures and other uses, cash basis			(1,825,883)	
 OTHER FINANCING SOURCES (USES)				
Transfers In			-	
Transfers Out			(1,338,657)	
Total Other Financing Sources (Uses)			(1,338,657)	
 Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses			 (3,164,540)	
 Reconciling Items				
Changes Affected by Accrued Revenues			299,981	
Changes Affected by Accrued Expenditures			816,286	
 Fund Balances - Beginning of Year			 8,043,293	
Fund Balance - End of Year			\$ 5,995,020	

The note to the required supplementary information - basis of budgeting - is an integral part of this schedule.

Ada County

Required Supplementary Information

**Note to Required Supplementary Information – Basis of Budgetary Reporting,
Stewardship, Compliance, and Accountability
For the Fiscal Year Ended September 30, 2008**

Basis of Budgetary Accounting

The County's legal budget is prepared using cash basis records. Encumbrances are allowed for budgetary control purposes, but lapse at the close of the year. The Budget and Actual Schedules are prepared on the budgetary basis and include this variation from GAAP. The reconciliation at the bottom of the budget and actual statements shows the difference between the basis of budgeting and GAAP.

Stewardship, Compliance, and Accountability

Budgetary Information

The County budgets its revenues and expenditures, as is required by Idaho Code Section 31, Chapter 16. Following these guidelines, the County adopts annual appropriated budgets for General, Special Revenue, Capital Project and Enterprise Funds. All appropriated budgets for Governmental and Proprietary Funds are adopted on a non-GAAP cash basis. The following is a summary of the budgetary process for the County:

Prior to the third Monday in May, each elected official or department head submits to the Auditor's Office a proposed operating budget for the fiscal year commencing October 1. The operating budget includes proposed expenditures by department categorized by personal services and other charges and services (including capital outlay) and the means of financing them. The Auditor's office assures the budgets are balanced. Budget hearings, held in the evening, give the County departments an opportunity to present their proposed budgets to the County Commissioners and the public at large.

On or before the first Monday in August, the proposed budget is submitted to the County Commissioners for review and tentative approval. When the tentative budget has been approved it must be published in the newspaper. Public budget hearings are conducted by the County on the Tuesday after Labor Day to obtain taxpayer comments, and upon conclusion of the hearing, the County Commissioners legally adopt the budget by a resolution in the official minutes of the board.

The budget in no event shall be greater than the amount of the advertised tentative budget. Per Idaho Code Section 31, the actual expenditures for the ensuing fiscal year shall not exceed the appropriations legally adopted by the Commissioners. The County's policy is that amounts may not be transferred between personal services and other charges and services (including capital outlay) and amounts may not be transferred between departments or funds.

Ada County may increase the total appropriations budget during the current year as grants are subsequently awarded by federal or state agencies, for donations to various departments, for carrying forward prior year incomplete major capital construction project balances and for receipt of unscheduled and/or unanticipated revenue, provided that there is no increase in anticipated property taxes. The appropriations budget may only be increased by the amount of actual revenues

received or carried forward in the case of major capital construction projects. Such budget revisions must be advertised, discussed in a public hearing, and adopted by a resolution from the Board of County Commissioners. The County increased the total 2008 budget by \$22,700,713, which had no impact on property taxes. Of that amount, \$11,692,627 represents the carry-forward of unexpended and incomplete capital construction projects.

The level of budgetary control (level at which expenditures may not legally exceed the appropriations) is established by the personal services and other charges and services (including capital outlay) within the department and fund.

The County employs budgetary integration as a management control device during the year for all Governmental and Proprietary Funds. All appropriations, other than those for capital improvements not yet completed, lapse at the end of the fiscal year and become null and void. However, appropriation accounts may remain open until the first Monday in November for the payment of claims incurred prior to the close of the fiscal year. Lawful claims presented thereafter against any subsequent appropriation will be provided for in the ensuing budget.

Encumbrance accounting, the recording of purchase orders, contracts and other commitments for the expenditure of monies to reserve that portion of the applicable appropriation, is employed as an extension of formal budgetary integration in all Governmental Funds. All encumbrances are canceled when appropriations lapse.

**COMBINING FINANCIAL
STATEMENTS**

NON-MAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

Special revenue funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes.

Public Health - to account for the County's portion of services provided on a regional basis by the State of Idaho. Funding is provided by property tax dollars. This fund was established by authority of Idaho Code Section 31-862.

Weed Control - to account for operations of noxious weed control throughout the County. Revenues are provided primarily from user fees and property tax dollars. This fund was established by authority of Idaho Code Section 22-2406.

Pest Extermination - to account for the operation of the extermination of pests, primarily gophers, in the unincorporated areas of the County. Funding is provided by property tax dollars and minimal user fees. This fund was established by authority of Idaho Code Section 25-2601,2602,2604.

Parks and Recreation - to account for the operation and maintenance of Barber Park as well as other recreational projects. Initial capital expenditures have been provided by federal grants. Revenues are provided by user fees and property tax dollars. This fund was established by authority of Idaho Code Section 63-805.4a.

College Tuition - to account for payments of tuition for qualifying County residents made to the two State junior colleges. Funding is provided by State shared liquor tax receipts. This fund was established by authority of Idaho Code Section 33-2110.a3.

Ad Valorem - to account for operations of the reappraisal division of the assessor's office which provides a continuing program of valuation of all properties. All parcels of property under the assessor's jurisdiction are appraised at current market value for assessment purposes. This fund was established by authority of Idaho Code Section 63-314.3.

Court Monitoring - to account for a surcharge collected on all fines for persons violating the state law against driving a motor vehicle while under the influence of alcohol, drugs or other intoxicating substance, monies to be utilized for the purchase of ignition interlock and electronic devices pursuant to Idaho Code Section 18-8010.

Trial Court Administrator - to account for operations of the court exclusive of courthouse construction and remodeling costs. Funding is provided by property tax dollars, court filing fees, fines and forfeitures. This fund was established by authority of Idaho Code Section 31- 867.

Drug Court & Mental Health Court – established by authority of Idaho Code Section 31-3201E to accumulate funds from fees charged to persons admitted into a drug court or mental health court. Moneys in this fund shall be expended exclusively for expenses incurred in connection with the drug court or mental health court programs, such as treatment, testing, and private counseling. The fee may be ordered as a condition of probation and is in addition to all other fines and fees levied.

SPECIAL REVENUE FUNDS (CONTINUED)

County Court Facilities - to account for court planning, remodeling and construction of court facilities. The County Court Facilities fund is separate and distinct from the District Court fund. At the discretion of the Board of County Commissioners, funds deposited in the County Court Facilities fund may be accumulated from year to year. Revenue is provided by an administrative surcharge on each civil case. This fund was established by authority of Idaho Code Section 31-867.

Waterways - to account for operations of the County boat patrol and other expenditures related to improvements of public waterways within the County. Revenue is provided by user fees. This fund was established by authority of Idaho Code Section 57-1501 and 67-7013.

Emergency Communications - to account for initiation, maintenance and enhancement of a consolidated emergency communications system (911) within Ada County. A telephone user fee of seventy five cents (\$.75) was authorized by the electorate of the County to provide for the funding of a consolidated communications system which is vital to enhancing the public health, safety and welfare of the residents. This fund was established by authority of Idaho Code Section 31-48.

Emergency Management Fund – to account for operations of the “Emergency Resources Management Plan” pursuant to Idaho Code Section 46, Chapter 1009. All cities within the County participate along with the County to finance the disaster preparedness plan. Revenues are also received from the Federal government.

Veterans Memorial - to assist in the maintenance, upkeep and repair of servicemen’s memorials within Ada County. This fund was established by authority of Idaho Code Section 65-102,103.

Mosquito Abatement – to account for the abatement of mosquitoes and/or other vermin of public health importance. Revenue is provided by a levy upon taxable property within the boundaries of the district. Authorization to form a mosquito abatement district is established by Idaho Code Section 39-2801,2805.

Ada County
Combining Balance Sheet
Non-major Governmental Funds
September 30, 2008

	Special Revenue Funds						
	Public	Weed	Pest	Parks and	College	Ad	Court
	Health	Control	Extermination	Recreation	Tuition	Valorem	Monitoring
	Fund	Fund	Fund	Fund	Fund	Fund	Fund
ASSETS							
Cash and cash equivalents	\$ 20,723	\$ 62,730	\$ 81,532	\$ 147,346	\$ -	\$ 306,530	\$ 19,608
Investments	104,650	338,529	410,999	753,923	-	1,627,502	99,018
Accounts receivable	-	25,699	100	675	-	2,218	-
Property tax receivable	1,644,506	540,710	572,704	326,031	-	2,683,231	-
Accrued interest receivable	-	-	2,870	-	-	-	-
Due from other funds	-	2,035	292	-	-	-	-
Due from other agencies and units of government	-	32,246	7,447	-	-	-	-
Total assets	<u>\$ 1,769,879</u>	<u>\$ 1,001,949</u>	<u>\$ 1,075,944</u>	<u>\$ 1,227,975</u>	<u>\$ -</u>	<u>\$ 4,619,481</u>	<u>\$ 118,626</u>
LIABILITIES							
Accounts payable	\$ -	\$ 74,940	\$ 18,398	\$ 63,866	\$ -	\$ 105,329	\$ 4,025
Due to other funds	-	2,000	270	11,637	-	2,000	-
Deferred revenue	1,644,505	540,710	572,704	349,067	-	2,683,231	-
Accrued liabilities	-	-	-	-	-	-	-
Total liabilities	<u>1,644,505</u>	<u>617,650</u>	<u>591,372</u>	<u>424,570</u>	<u>-</u>	<u>2,790,560</u>	<u>4,025</u>
FUND BALANCES							
Reserved for:							
Grants	-	4,951	-	-	-	-	-
Unreserved:							
Designated for capital project	-	122,100	285,900	-	-	-	-
Designated for subsequent years' expenditures	-	-	788	273,772	-	441,805	50,000
Designated for cash basis reserve	125,374	90,000	63,840	33,000	-	639,653	-
Designated for budget stabilization	-	137,061	85,466	105,905	-	438,868	8,992
Undesignated	-	30,187	48,578	390,728	-	308,595	55,609
Total fund balances	<u>125,374</u>	<u>384,299</u>	<u>484,572</u>	<u>803,405</u>	<u>-</u>	<u>1,828,921</u>	<u>114,601</u>
Total liabilities and fund balances	<u>\$ 1,769,879</u>	<u>\$ 1,001,949</u>	<u>\$ 1,075,944</u>	<u>\$ 1,227,975</u>	<u>\$ -</u>	<u>\$ 4,619,481</u>	<u>\$ 118,626</u>

Ada County
Combining Balance Sheet
Non-major Governmental Funds
September 30, 2008

Special Revenue Funds								Total
Trial Court Administrator Fund	Drug/Mental Health Court Fund	County Court Facilities Fund	Waterways Fund	Emerg Com- munications Fund	Emergency Management Fund	Veterans Memorial Fund	Mosquito Abatement Fund	Non-major Governmental Funds
\$ 353,406	\$ 32,852	\$ 3,048	\$ 27,257	\$ 969,273	\$ 40,043	\$ 497	\$ 100,171	\$ 2,165,016
1,929,742	174,734	15,392	137,405	4,899,312	210,970	2,511	518,296	11,222,983
-	-	-	-	264,895	-	-	-	293,587
3,645,049	-	-	-	-	-	22,000	943,180	10,377,411
-	-	-	1,210	32,121	-	-	3,559	39,760
-	-	-	-	-	-	-	-	2,327
234,214	-	-	-	6,271	7,873	-	13,093	301,144
<u>\$ 6,162,411</u>	<u>\$ 207,586</u>	<u>\$ 18,440</u>	<u>\$ 165,872</u>	<u>\$ 6,171,872</u>	<u>\$ 258,886</u>	<u>\$ 25,008</u>	<u>\$ 1,578,299</u>	<u>\$ 24,402,228</u>
\$ 256,088	\$ 22,093	\$ -	\$ 46,583	\$ 289,749	\$ 15,103	\$ -	\$ 13,574	\$ 909,748
2,085	-	-	500	7,000	242	-	1,875	27,609
3,645,049	-	-	-	-	-	21,999	943,180	10,400,445
-	-	-	-	-	-	-	-	-
<u>3,903,222</u>	<u>22,093</u>	<u>-</u>	<u>47,083</u>	<u>296,749</u>	<u>15,345</u>	<u>21,999</u>	<u>958,629</u>	<u>11,337,802</u>
-	-	-	-	-	-	-	-	4,951
-	-	18,440	-	3,914,330	40,000	-	347,000	4,727,770
33,370	-	-	-	995,692	52,815	3,009	9,418	1,860,669
845,607	29,180	-	83,789	-	-	-	77,475	1,987,918
811,112	47,876	-	35,000	965,101	90,089	-	138,878	2,864,348
569,100	108,437	-	-	-	60,637	-	46,899	1,618,770
<u>2,259,189</u>	<u>185,493</u>	<u>18,440</u>	<u>118,789</u>	<u>5,875,123</u>	<u>243,541</u>	<u>3,009</u>	<u>619,670</u>	<u>13,064,426</u>
<u>\$ 6,162,411</u>	<u>\$ 207,586</u>	<u>\$ 18,440</u>	<u>\$ 165,872</u>	<u>\$ 6,171,872</u>	<u>\$ 258,886</u>	<u>\$ 25,008</u>	<u>\$ 1,578,299</u>	<u>\$ 24,402,228</u>

Ada County
Combining Statement of Revenues, Expenditures, and Changes In Fund Balances
Non-major Governmental Funds
For the Year Ended September 30, 2008

	Special Revenue Funds						
	Public	Weed	Pest	Parks and	College	Ad	Court
	Health	Control	Extermination	Recreation	Tuition	Valorem	Monitoring
	Fund	Fund	Fund	Fund	Fund	Fund	Fund
REVENUES							
Taxes	\$ 1,601,996	\$ 526,894	\$ 519,246	\$ 320,735	\$ -	\$ 2,763,146	\$ -
Licenses and permits	-	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-	-
Charges for services	-	332,649	1,706	116,999	-	82,458	-
Intergovernmental	1,033	35,893	25,304	77	153,879	1,582	-
Interest income	6,391	19,496	23,714	29,217	6,080	82,445	4,969
Net increase (decrease) in the fair value of investments	(348)	(1,239)	(1,333)	(2,180)	-	(5,315)	(321)
Miscellaneous	-	48	1,138	241,183	-	1,468	55,301
Total revenues	<u>1,609,072</u>	<u>913,741</u>	<u>569,775</u>	<u>706,031</u>	<u>159,959</u>	<u>2,925,784</u>	<u>59,949</u>
EXPENDITURES							
Current:							
General government	-	-	-	-	-	2,667,857	-
Sanitation	-	1,009,682	365,946	-	-	-	-
Public safety	-	-	-	-	-	-	45,530
Health and welfare	1,597,273	-	-	-	-	-	-
Recreational and cultural	-	-	-	453,568	-	-	-
Education	-	-	-	-	153,879	-	-
Capital outlay	-	-	24,201	-	-	-	-
Total expenditures	<u>1,597,273</u>	<u>1,009,682</u>	<u>390,147</u>	<u>453,568</u>	<u>153,879</u>	<u>2,667,857</u>	<u>45,530</u>
Excess (deficiency) of revenues over expenditures	<u>11,799</u>	<u>(95,941)</u>	<u>179,628</u>	<u>252,463</u>	<u>6,080</u>	<u>257,927</u>	<u>14,419</u>
OTHER FINANCING SOURCES (USES)							
Transfers in	-	6,230	3,115	-	-	-	-
Transfers (out)	(6,043)	(48,165)	(130,112)	(27,037)	(6,080)	(77,130)	(4,648)
Total other financing sources and uses	<u>(6,043)</u>	<u>(41,935)</u>	<u>(126,997)</u>	<u>(27,037)</u>	<u>(6,080)</u>	<u>(77,130)</u>	<u>(4,648)</u>
Net change in fund balance	5,756	(137,876)	52,631	225,426	-	180,797	9,771
Fund balance, beginning of year	<u>119,618</u>	<u>522,175</u>	<u>431,941</u>	<u>577,979</u>	<u>-</u>	<u>1,648,124</u>	<u>104,830</u>
Fund balance, end of year	<u>\$ 125,374</u>	<u>\$ 384,299</u>	<u>\$ 484,572</u>	<u>\$ 803,405</u>	<u>\$ -</u>	<u>\$ 1,828,921</u>	<u>\$ 114,601</u>

Ada County
Combining Statement of Revenues, Expenditures, and Changes In Fund Balances
Non-major Governmental Funds
For the Year Ended September 30, 2008

Special Revenue Funds								Total
Trial Court Adminstrator Fund	Drug/Mental Health Court Fund	County Court Facilities Fund	Waterways	Emergency Communcation Fund	Emergency Management Fund	Veterans Memorial Fund	Mosquito Abatement Fund	Non-major Governmental Funds
\$ 3,022,092	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 20,073	\$ 835,688	\$ 9,609,870
-	-	-	183,633	-	-	-	-	183,633
1,498,839	-	-	-	-	-	-	-	1,498,839
432,597	133,199	4,820	-	5,468,278	-	-	31,100	6,603,806
39,360	178,453	-	89,708	782,535	591,337	16	29,759	1,928,936
86,760	8,009	300	6,168	196,950	9,828	190	30,063	510,580
(6,449)	(489)	(46)	(420)	(13,797)	(570)	(8)	(1,670)	(34,185)
334,212	-	-	6	43	-	-	915	634,314
<u>5,407,411</u>	<u>319,172</u>	<u>5,074</u>	<u>279,095</u>	<u>6,434,009</u>	<u>600,595</u>	<u>20,271</u>	<u>925,855</u>	<u>20,935,793</u>
4,988,858	259,046	-	-	137	-	-	1,910	7,917,808
-	-	-	-	-	-	-	583,448	1,959,076
-	-	-	-	3,378,744	446,789	-	-	3,871,063
-	-	-	-	-	-	-	-	1,597,273
-	-	-	260,470	-	-	20,000	-	734,038
-	-	-	-	-	-	-	-	153,879
-	-	-	-	817,127	75,777	-	-	917,105
<u>4,988,858</u>	<u>259,046</u>	<u>-</u>	<u>260,470</u>	<u>4,196,008</u>	<u>522,566</u>	<u>20,000</u>	<u>585,358</u>	<u>17,150,242</u>
<u>418,553</u>	<u>60,126</u>	<u>5,074</u>	<u>18,625</u>	<u>2,238,001</u>	<u>78,029</u>	<u>271</u>	<u>340,497</u>	<u>3,785,551</u>
-	-	-	-	-	-	-	2,769	12,114
(80,311)	(7,520)	(254)	-	-	(9,258)	(182)	(238,284)	(635,024)
<u>(80,311)</u>	<u>(7,520)</u>	<u>(254)</u>	<u>-</u>	<u>-</u>	<u>(9,258)</u>	<u>(182)</u>	<u>(235,515)</u>	<u>(622,910)</u>
338,242	52,606	4,820	18,625	2,238,001	68,771	89	104,982	3,162,641
<u>1,920,947</u>	<u>132,887</u>	<u>13,620</u>	<u>100,164</u>	<u>3,637,122</u>	<u>174,770</u>	<u>2,920</u>	<u>514,688</u>	<u>9,901,785</u>
<u>\$ 2,259,189</u>	<u>\$ 185,493</u>	<u>\$ 18,440</u>	<u>\$ 118,789</u>	<u>\$ 5,875,123</u>	<u>\$ 243,541</u>	<u>\$ 3,009</u>	<u>\$ 619,670</u>	<u>\$ 13,064,426</u>

BUDGET AND ACTUAL COMPARISONS
FOR GOVERNMENTAL FUNDS
OTHER THAN THE
GENERAL AND MAJOR SPECIAL REVENUE FUNDS

Ada County
Capital Projects Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Non-GAAP Cash Basis)
For the Year Ended September 30, 2008

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Charges for services	930,000	930,000	1,072,407	142,407
Fines and forfeitures	-	-	-	-
Intergovernmental	-	-	259,690	259,690
Interest	473,263	473,263	1,539,870	1,066,607
Miscellaneous	651,837	2,144,242	12,905,544	10,761,302
Total revenues	<u>2,055,100</u>	<u>3,547,505</u>	<u>15,777,511</u>	<u>12,230,006</u>
Expenditures:				
Current -				
General government				
Personal services	-	-	-	-
Other services and charges	2,055,100	22,688,018	14,630,514	8,057,504
Capital outlays	-	-	-	-
Debt service-				
Principal retirement	-	-	-	-
Interest and other debt charges	-	-	-	-
Total expenditures	<u>2,055,100</u>	<u>22,688,018</u>	<u>14,630,514</u>	<u>8,057,504</u>
Excess (deficiency) of revenues over expenditures and other uses, cash basis			<u>1,146,997</u>	
OTHER FINANCING SOURCES (USES)				
Transfers In			37,614,986	
Transfers Out			(2,755,123)	
Proceeds from sale of land and buildings			-	
Total Other Financing Sources (Uses)			<u>34,859,863</u>	
Revenues and Other Financing Sources Over (Under)				
Expenditures and Other Financing Uses			36,006,860	
Reconciling Items				
Changes Affected by Accrued Revenues			(12,535,502)	
Changes Affected by Accrued Expenditures/Capital Outlay			(2,000,000)	
Fund Balances - Beginning of Year			<u>43,288,178</u>	
Fund Balance - End of Year			<u>\$ 64,759,536</u>	

(Continued)

**Ada County
Public Health
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Non-GAAP Cash Basis)
For the Year Ended September 30, 2008**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ 1,597,273	\$ 1,597,273	\$ 1,597,791	\$ 518
Intergovernmental	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	-	-	5,238	5,238
Total revenues	<u>1,597,273</u>	<u>1,597,273</u>	<u>1,603,029</u>	<u>5,756</u>
Expenditures:				
Current -				
Health and welfare				
Other services and charges	<u>1,597,273</u>	<u>1,597,273</u>	<u>1,597,273</u>	<u>-</u>
Total expenditures	<u>1,597,273</u>	<u>1,597,273</u>	<u>1,597,273</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other uses, cash basis			<u>5,756</u>	
OTHER FINANCING SOURCES (USES)				
Transfers In			-	
Transfers Out			<u>(6,043)</u>	
Total Other Financing Sources (Uses)			<u>(6,043)</u>	
Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses			(287)	
Reconciling Items				
Changes Affected by Accrued Revenues			6,043	
Changes Affected by Accrued Expenditures			-	
Fund Balances - Beginning of Year			<u>119,618</u>	
Fund Balance - End of Year			<u>\$ 125,374</u>	

**Ada County
Weed Control
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Non-GAAP Cash Basis)
For the Year Ended September 30, 2008**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ 524,708	\$ 524,708	\$ 526,894	\$ 2,186
Intergovernmental	-	87,162	30,738	(56,424)
Charges for services	376,824	376,824	397,809	20,985
Miscellaneous	-	-	6,279	6,279
Total revenues	<u>901,532</u>	<u>988,694</u>	<u>961,720</u>	<u>(26,974)</u>
Expenditures:				
Current -				
Sanitation				
Personal services	578,369	585,583	556,697	28,886
Other services and charges	434,442	504,931	445,415	59,516
Capital outlays	44,600	16,009	14,509	1,500
Total expenditures	<u>1,057,411</u>	<u>1,106,523</u>	<u>1,016,621</u>	<u>89,902</u>
Excess (deficiency) of revenues over expenditures and other uses, cash basis			<u>(54,901)</u>	
OTHER FINANCING SOURCES (USES)				
Transfers In			6,230	
Transfers Out			<u>(48,165)</u>	
Total Other Financing Sources (Uses)			<u>(41,935)</u>	
Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses			(96,836)	
Reconciling Items				
Changes Affected by Accrued Revenues			(47,979)	
Changes Affected by Accrued Expenditures			6,939	
Fund Balances - Beginning of Year			<u>522,175</u>	
Fund Balance - End of Year			<u>\$ 384,299</u>	

(Continued)

Ada County
Pest Extermination
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Non-GAAP Cash Basis)
For the Year Ended September 30, 2008

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ 517,653	\$ 517,653	\$ 519,246	\$ 1,593
Intergovernmental	10,500	10,500	25,836	15,336
Charges for services	2,000	2,000	1,603	(397)
Miscellaneous	-	-	4,253	4,253
Interest	-	-	23,440	23,440
Total revenues	<u>530,153</u>	<u>530,153</u>	<u>574,378</u>	<u>44,225</u>
Expenditures:				
Current -				
Sanitation				
Personal services	-	-	-	-
Other services and charges	568,486	412,674	364,667	48,007
Capital outlays	1,500	27,200	25,480	1,720
Total expenditures	<u>569,986</u>	<u>439,874</u>	<u>390,147</u>	<u>49,727</u>
Excess (deficiency) of revenues over expenditures and other uses, cash basis			<u>184,231</u>	
OTHER FINANCING SOURCES (USES)				
Transfers In			3,115	
Transfers Out			<u>(130,112)</u>	
Total Other Financing Sources (Uses)			<u>(126,997)</u>	
Revenues and Other Financing Sources Over (Under)				
Expenditures and Other Financing Uses			57,234	
Reconciling Items				
Changes Affected by Accrued Revenues			(4,603)	
Changes Affected by Accrued Expenditures			-	
Fund Balances - Beginning of Year			<u>431,941</u>	
Fund Balance - End of Year			<u>\$ 484,572</u>	

Ada County
Parks and Recreation
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Non-GAAP Cash Basis)
For the Year Ended September 30, 2008

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ 319,809	\$ 319,809	\$ 320,735	\$ 926
Intergovernmental	-	-	12,812	12,812
Charges for services	260,000	260,000	116,433	(143,567)
Miscellaneous	118,498	118,498	285,310	166,812
Total revenues	698,307	698,307	735,290	36,983
Expenditures:				
Current -				
Recreational and cultural				
Personal services	337,256	337,256	246,126	91,130
Other services and charges	336,082	366,132	201,427	164,705
Capital outlays	79,500	129,993	27,028	102,965
Total expenditures	752,838	833,381	474,581	358,800
Excess (deficiency) of revenues over expenditures and other uses, cash basis			<u>260,709</u>	
OTHER FINANCING SOURCES (USES)				
Transfers In			-	
Transfers Out			<u>(27,037)</u>	
Total Other Financing Sources (Uses)			<u>(27,037)</u>	
Revenues and Other Financing Sources Over (Under)				
Expenditures and Other Financing Uses			233,672	
Reconciling Items				
Changes Affected by Accrued Revenues			(29,259)	
Changes Affected by Accrued Expenditures			21,013	
Fund Balances - Beginning of Year			<u>577,979</u>	
Fund Balance - End of Year			<u><u>\$ 803,405</u></u>	

(Continued)

Ada County
College Tuition
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Non-GAAP Cash Basis)
For the Year Ended September 30, 2008

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	240,000	240,000	159,959	(80,041)
Charges for services	-	-	-	-
Total revenues	240,000	240,000	159,959	(80,041)
Expenditures:				
Current -				
Education				
Personal services	-	-	-	-
Other services and charges	240,000	240,000	153,879	86,121
Capital outlays	-	-	-	-
Total expenditures	240,000	240,000	153,879	86,121
Excess (deficiency) of revenues over expenditures and other uses, cash basis			<u>6,080</u>	
OTHER FINANCING SOURCES (USES)				
Transfers In			-	
Transfers Out			(6,080)	
Total Other Financing Sources (Uses)			<u>(6,080)</u>	
Revenues and Other Financing Sources Over (Under)				
Expenditures and Other Financing Uses			-	
Reconciling Items				
Changes Affected by Accrued Revenues			-	
Changes Affected by Accrued Expenditures			-	
Fund Balances - Beginning of Year			<u>-</u>	
Fund Balance - End of Year			<u>\$ -</u>	

**Ada County
Ad Valorem
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Non-GAAP Cash Basis)
For the Year Ended September 30, 2008**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ 2,755,992	\$ 2,755,992	\$ 2,763,146	\$ 7,154
Intergovernmental	-	-	1,582	1,582
Charges for services	112,800	112,800	80,240	(32,560)
Miscellaneous	-	-	1,468	1,468
Total Revenues	<u>2,868,792</u>	<u>2,868,792</u>	<u>2,846,436</u>	<u>(22,356)</u>
Expenditures:				
Current -				
General government				
Personal services	2,635,226	2,635,226	2,289,359	345,867
Other services and charges	412,576	431,459	366,404	65,055
Capital outlays	52,285	33,402	30,164	3,238
Total expenditures	<u>3,100,087</u>	<u>3,100,087</u>	<u>2,685,927</u>	<u>414,160</u>
Excess (deficiency) of revenues over expenditures and other uses, cash basis			<u>160,509</u>	
OTHER FINANCING SOURCES (USES)				
Transfers In			-	
Transfers Out			<u>(77,130)</u>	
Total Other Financing Sources (Uses)			<u>(77,130)</u>	
Revenues and Other Financing Sources Over (Under)				
Expenditures and Other Financing Uses			83,379	
Reconciling Items				
Changes Affected by Accrued Revenues			79,348	
Changes Affected by Accrued Expenditures			18,070	
Fund Balances - Beginning of Year			<u>1,648,124</u>	
Fund Balance - End of Year			<u>\$ 1,828,921</u>	

(Continued)

Ada County
Court Monitoring
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Non-GAAP Cash Basis)
For the Year Ended September 30, 2008

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	43,200	43,200	56,171	12,971
Total revenues	43,200	43,200	56,171	12,971
Expenditures:				
Current -				
Public Safety				
Personal services	-	-	-	-
Other services and charges	87,550	87,550	45,530	42,020
Capital outlays	-	-	-	-
Total court monitoring	87,550	87,550	45,530	42,020
Excess (deficiency) of revenues over expenditures and other uses, cash basis			10,641	
OTHER FINANCING SOURCES (USES)				
Transfers In			-	
Transfers Out			(4,648)	
Total Other Financing Sources (Uses)			(4,648)	
Revenues and Other Financing Sources Over (Under)				
Expenditures and Other Financing Uses			5,993	
Reconciling Items				
Changes Affected by Accrued Revenues			3,778	
Changes Affected by Accrued Expenditures			-	
Fund Balances - Beginning of Year			104,830	
Fund Balance - End of Year			\$ 114,601	

Ada County
Trial Court Administrator
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Non-GAAP Cash Basis)
For the Year Ended September 30, 2008

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenue:				
Taxes	\$ 3,016,808	\$ 3,016,808	\$ 3,022,092	\$ 5,284
Intergovernmental	-	127,803	21,529	(106,274)
Charges for services	762,718	762,718	773,418	10,700
Fines and forfeitures	1,167,500	1,167,500	1,407,350	239,850
Miscellaneous	91,510	91,510	156,509	64,999
Total revenues	<u>5,038,536</u>	<u>5,166,339</u>	<u>5,380,898</u>	<u>214,559</u>
Expenditures:				
Current -				
General government				
Personal services	3,915,051	3,920,051	3,699,757	220,294
Other services and charges	1,630,924	1,700,649	1,628,011	72,638
Capital outlays	30,820	40,920	40,807	113
Total expenditures	<u>5,576,795</u>	<u>5,661,620</u>	<u>5,368,575</u>	<u>293,045</u>
Excess (deficiency) of revenues over expenditures and other uses, cash basis			<u>12,323</u>	
OTHER FINANCING SOURCES (USES)				
Transfers In			-	
Transfers Out			<u>(80,311)</u>	
Total Other Financing Sources (Uses)			<u>(80,311)</u>	
Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses			(67,988)	
Reconciling Items				
Changes Affected by Accrued Revenues			26,513	
Changes Affected by Accrued Expenditures			379,717	
Fund Balances - Beginning of Year			<u>1,920,947</u>	
Fund Balance - End of Year			<u>\$ 2,259,189</u>	

(Continued)

Ada County
County Court Facilities
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Non-GAAP Cash Basis)
For the Year Ended September 30, 2008

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Charges for services	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Expenditures:				
Current -				
General government				
Personal services	-	-	-	-
Other services and charges	-	-	-	-
Capital outlays	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other uses, cash basis			<u>-</u>	
OTHER FINANCING SOURCES (USES)				
Transfers In				
Transfers Out			(254)	
Total Other Financing Sources (Uses)			<u>(254)</u>	
Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses			(254)	
Reconciling Items				
Changes Affected by Accrued Revenues			5,074	
Changes Affected by Accrued Expenditures			-	
Fund Balances - Beginning of Year			<u>13,620</u>	
Fund Balance - End of Year			<u>\$ 18,440</u>	

**Ada County
Waterways
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Non-GAAP Cash Basis)
For the Year Ended September 30, 2008**

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	89,708	89,708	-
Charges for services	-	-	-	-
Licenses and permits	173,500	173,500	183,633	10,133
Interest	1,000	1,000	5,652	4,652
Miscellaneous	-	-	6	6
Total revenues	<u>174,500</u>	<u>264,208</u>	<u>278,999</u>	<u>14,791</u>
Expenditures:				
Current -				
Recreational and cultural				
Personal services	-	-	-	-
Other services and charges	169,500	262,708	258,969	3,739
Capital outlays	5,000	1,500	1,500	-
Total expenditures	<u>174,500</u>	<u>264,208</u>	<u>260,469</u>	<u>3,739</u>
Excess (deficiency) of revenues over expenditures and other uses, cash basis			<u>18,530</u>	
OTHER FINANCING SOURCES (USES)				
Transfers In			-	
Transfers Out			-	
Total Other Financing Sources (Uses)			<u>-</u>	
Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses			18,530	
Reconciling Items				
Changes Affected by Accrued Revenues			96	
Changes Affected by Accrued Expenditures			(1)	
Fund Balances - Beginning of Year			<u>100,164</u>	
Fund Balance - End of Year			<u>\$ 118,789</u>	

(Continued)

Ada County
Emergency Communications
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Non-GAAP Cash Basis)
For the Year Ended September 30, 2008

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	2,345,931	767,129	(1,578,802)
Charges for services	5,184,984	5,184,984	5,493,409	308,425
Interest	100,000	100,000	182,443	82,443
Miscellaneous	2,000	2,000	43	(1,957)
Total revenues	<u>5,286,984</u>	<u>7,632,915</u>	<u>6,443,024</u>	<u>(1,189,891)</u>
Expenditures:				
Current -				
Public safety				
Personal services	446,669	446,669	357,066	89,603
Other services and charges	2,521,781	2,523,381	1,822,097	701,284
Capital outlays	2,318,534	4,938,373	2,012,618	2,925,755
Total expenditures	<u>5,286,984</u>	<u>7,908,423</u>	<u>4,191,781</u>	<u>3,716,642</u>
Excess (deficiency) of revenues over expenditures and other uses, cash basis			<u>2,251,243</u>	
OTHER FINANCING SOURCES (USES)				
Transfers In			-	
Transfers Out			-	
Total Other Financing Sources (Uses)			<u>-</u>	
Revenues and Other Financing Sources Over (Under)				
Expenditures and Other Financing Uses			2,251,243	
Reconciling Items				
Changes Affected by Accrued Revenues			(9,015)	
Changes Affected by Accrued Expenditures			(4,227)	
Capital Lease				
Fund Balances - Beginning of Year			<u>3,637,122</u>	
Fund Balance - End of Year			<u>\$ 5,875,123</u>	

Ada County
Emergency Management
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Non-GAAP Cash Basis)
For the Year Ended September 30, 2008

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	115,000	235,656	270,257	34,601
Charges for services	303,020	303,020	303,020	-
Licenses and permits	-	-	-	-
Interest	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	<u>418,020</u>	<u>538,676</u>	<u>573,277</u>	<u>34,601</u>
Expenditures:				
Current -				
Public safety				
Personal services	371,545	385,999	335,459	50,540
Other services and charges	74,782	126,363	71,085	55,278
Capital outlays	6,155	29,133	29,033	100
Total expenditures	<u>452,482</u>	<u>541,495</u>	<u>435,577</u>	<u>105,918</u>
Excess (deficiency) of revenues over expenditures and other uses, cash basis			<u>137,700</u>	
OTHER FINANCING SOURCES (USES)				
Transfers In			-	
Transfers Out			<u>(9,258)</u>	
Total Other Financing Sources (Uses)			<u>(9,258)</u>	
Revenues and Other Financing Sources Over (Under)				
Expenditures and Other Financing Uses			128,442	
Reconciling Items				
Changes Affected by Accrued Revenues			27,318	
Changes Affected by Accrued Expenditures			<u>(86,989)</u>	
Fund Balances - Beginning of Year			<u>174,770</u>	
Fund Balance - End of Year			<u>\$ 243,541</u>	

(Continued)

Ada County
Veterans Memorial
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Non-GAAP Cash Basis)
For the Year Ended September 30, 2008

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ 20,000	\$ 20,000	\$ 20,019	\$ 19
Intergovernmental	-	-	16	16
Charges for services	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental	-	-	-	-
Interest	-	-	54	54
Miscellaneous	-	-	-	-
Total revenues	<u>20,000</u>	<u>20,000</u>	<u>20,089</u>	<u>89</u>
Expenditures:				
Current -				
Recreational and cultural				
Personal services	-	-	-	-
Other services and charges	20,000	20,000	20,000	-
Capital outlays	-	-	-	-
Total expenditures	<u>20,000</u>	<u>20,000</u>	<u>20,000</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures and other uses, cash basis			<u>89</u>	
OTHER FINANCING SOURCES (USES)				
Transfers In			-	
Transfers Out			<u>(182)</u>	
Total Other Financing Sources (Uses)			<u>(182)</u>	
Revenues and Other Financing Sources Over (Under)				
Expenditures and Other Financing Uses			(93)	
Reconciling Items				
Changes Affected by Accrued Revenues			182	
Changes Affected by Accrued Expenditures			-	
Fund Balances - Beginning of Year			<u>2,920</u>	
Fund Balance - End of Year			<u>\$ 3,009</u>	

Ada County
Mosquito Abatement
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Non-GAAP Cash Basis)
For the Year Ended September 30, 2008

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ 835,500	\$ 835,500	\$ 833,565	\$ (1,935)
Intergovernmental	15,000	21,800	33,224	11,424
Charges for services	84,594	84,594	31,100	(53,494)
Licenses and permits	-	-	-	-
Interest	-	-	32,000	32,000
Miscellaneous	-	-	3,684	3,684
Total revenues	<u>935,094</u>	<u>941,894</u>	<u>933,573</u>	<u>(8,321)</u>
Expenditures:				
Current -				
Sanitation				
Personal services	303,375	303,375	278,308	25,067
Other services and charges	574,770	400,786	293,151	107,635
Capital outlays	78,000	20,500	18,817	1,683
Total expenditures	<u>956,145</u>	<u>724,661</u>	<u>590,276</u>	<u>134,385</u>
Excess (deficiency) of revenues over expenditures and other uses, cash basis			<u>343,297</u>	
OTHER FINANCING SOURCES (USES)				
Transfers In			2,769	
Transfers Out			<u>(238,284)</u>	
Total Other Financing Sources (Uses)			<u>(235,515)</u>	
Revenues and Other Financing Sources Over (Under)				
Expenditures and Other Financing Uses			107,782	
Reconciling Items				
Changes Affected by Accrued Revenues			(7,718)	
Changes Affected by Accrued Expenditures			4,918	
Fund Balances - Beginning of Year			<u>514,688</u>	
Fund Balance - End of Year			<u>\$ 619,670</u>	

(Continued)

Ada County
Drug Court/Mental Health Court
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Non-GAAP Cash Basis)
For the Year Ended September 30, 2008

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget
	Original	Final		
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ -
Intergovernmental	828,453	718,650	178,453	(540,197)
Charges for services	104,400	104,400	133,199	28,799
Interest	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	<u>932,853</u>	<u>823,050</u>	<u>311,652</u>	<u>(511,398)</u>
Expenditures:				
Current -				
Public safety				
Personal services	555,012	555,012	169,496	385,516
Other services and charges	268,038	266,539	82,463	184,076
Capital outlays	-	1,499	1,499	-
Total expenditures	<u>823,050</u>	<u>823,050</u>	<u>253,458</u>	<u>569,592</u>
Excess (deficiency) of revenues over expenditures and other uses, cash basis			<u>58,194</u>	
OTHER FINANCING SOURCES (USES)				
Transfers In			-	
Transfers Out			<u>(7,520)</u>	
Total Other Financing Sources (Uses)			<u>(7,520)</u>	
Revenues and Other Financing Sources Over (Under)				
Expenditures and Other Financing Uses			50,674	
Reconciling Items				
Changes Affected by Accrued Revenues			7,520	
Changes Affected by Accrued Expenditures			(5,588)	
Capital Lease				
Fund Balances - Beginning of Year			<u>132,887</u>	
Fund Balance - End of Year			<u>\$ 185,493</u>	

INTERNAL SERVICE FUNDS

Internal service funds are used to account for the financing of goods or services provided by one department to other departments of the County.

Self-Funded Health Insurance - to account for the County's self-funded health insurance program, consisting of medical, dental and vision coverage. The County became self-insured for health insurance in fiscal year 2000.

Liability Insurance - to account for the County's self-insurance for liability and auto coverage, purchased insurance for property losses, and worker's compensation insurance.

**Ada County
Internal Service Funds
Combining Statement of Net Assets
September 30, 2008**

	Self-Funded Health Insurance	Liability Insurance	Total
ASSETS			
Cash	\$ 1,940,820	\$ 1,790,714	\$ 3,731,534
Investments	9,783,638	8,179,420	17,963,058
Accrued interest receivable	62,867	55,238	118,105
	<u>11,787,325</u>	<u>10,025,372</u>	<u>21,812,697</u>
Total current assets	<u>11,787,325</u>	<u>10,025,372</u>	<u>21,812,697</u>
Total assets	<u>11,787,325</u>	<u>10,025,372</u>	<u>21,812,697</u>
LIABILITIES			
Current liabilities:			
Accounts payable	846,781	66,585	913,366
Due to other funds	-	134,475	134,475
Claims and judgments	1,052,785	610,670	1,663,455
	<u>1,899,566</u>	<u>811,730</u>	<u>2,711,296</u>
Total current liabilities	<u>1,899,566</u>	<u>811,730</u>	<u>2,711,296</u>
Noncurrent liabilities:			
Claims and judgments	-	2,412,649	2,412,649
	<u>-</u>	<u>2,412,649</u>	<u>2,412,649</u>
Total noncurrent liabilities	<u>-</u>	<u>2,412,649</u>	<u>2,412,649</u>
Total liabilities	<u>1,899,566</u>	<u>3,224,379</u>	<u>5,123,945</u>
NET ASSETS			
Unrestricted	9,887,759	6,800,993	16,688,752
Total net assets	<u>\$ 9,887,759</u>	<u>\$ 6,800,993</u>	<u>\$ 16,688,752</u>

Ada County
Internal Service Funds
Combining Statement of Revenues, Expenses, and Changes in Fund Net Assets
For the Year Ended September 30, 2008

	Self-Funded Health Insurance	Liability Insurance	Total
OPERATING REVENUES			
Charges for services	\$ 13,294,442	\$ 1,709,253	\$ 15,003,695
Total operating revenues	<u>13,294,442</u>	<u>1,709,253</u>	<u>15,003,695</u>
OPERATING EXPENSES			
Claims Administration	11,068,751	3,012,506	14,081,257
	<u>1,985,104</u>	<u>379,975</u>	<u>2,365,079</u>
Total operating expenses	<u>13,053,855</u>	<u>3,392,481</u>	<u>16,446,336</u>
Income (loss) before nonoperating income (expense) and transfers	<u>240,587</u>	<u>(1,683,228)</u>	<u>(1,442,641)</u>
NONOPERATING REVENUES (EXPENSES)			
Interest income	479,214	437,678	916,892
Net increase (decrease) in the fair value of investments	(31,958)	(27,816)	(59,774)
Total nonoperating income	<u>447,256</u>	<u>409,862</u>	<u>857,118</u>
Income before operating transfers	<u>687,843</u>	<u>(1,273,366)</u>	<u>(585,523)</u>
Transfers in	-	150,000	150,000
Transfers out	<u>-</u>	<u>(21,492)</u>	<u>(21,492)</u>
Change in net assets	<u>687,843</u>	<u>(1,144,858)</u>	<u>(457,015)</u>
Total net assets - beginning	<u>9,199,916</u>	<u>7,945,851</u>	<u>17,145,767</u>
Total net assets - ending	<u>\$ 9,887,759</u>	<u>\$ 6,800,993</u>	<u>\$ 16,688,752</u>

**Ada County
Internal Service Funds
Combining Statement of Cash Flows
For the Year Ended September 30, 2008**

	Self-Funded Health Insurance	Liability Insurance	Total
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash received from services provided to other funds	\$ 13,294,442	\$ 1,709,253	\$ 15,003,695
Cash paid to suppliers for goods and contracted services	(12,781,179)	(2,152,438)	(14,933,617)
Net cash provided by (used for) operating activities	513,263	(443,185)	70,078
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Transfer in	-	150,000	150,000
Transfer out	-	(21,492)	(21,492)
Net cash provided by (used for) noncapital financing activities	-	128,508	128,508
CASH FLOWS FROM INVESTING ACTIVITIES			
Net (increase) decrease in investments	(4,055,408)	(2,962,534)	(7,017,942)
Interest income	470,268	434,241	904,509
Net cash provided by (used for) investing activities	(3,585,140)	(2,528,293)	(6,113,433)
Net increase (decrease) in cash	(3,071,877)	(2,842,970)	(5,914,847)
Cash, beginning of year	5,012,697	4,633,684	9,646,381
Cash, end of year	\$ 1,940,820	\$ 1,790,714	\$ 3,731,534

(Continued)

Reconciliation of operating income to net cash
provided (used) by operating activities

	Self-Funded Health Insurance	Liability Insurance	Total
Operating income (loss)	\$ 240,587	\$ (1,683,228)	\$ (1,442,641)
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:			
Claims and judgments expense	(24,060)	1,192,188	1,168,128
Change in assets and liabilities			
Increase (decrease) in accounts payable	296,736	(8,524)	288,212
Increase (decrease) in due to other funds	-	56,379	56,379
Total adjustments	272,676	1,240,043	1,512,719
Net cash provided by (used for) operating activities	\$ 513,263	\$ (443,185)	\$ 70,078

Noncash investing activities for governmental internal service funds were:

The net decrease in the fair value of investments for Self-Funded Health Insurance was \$ 31,958 for the year.
The net decrease in the fair value of investments for Liability Insurance was \$ 27,816 for the year.

AGENCY FUNDS

Agency Funds account for the receipt and disbursement of various monies and property collected by the County, acting in the capacity of an agent, for distribution to other governmental units, organizations, or individuals.

State of Idaho - to account for monies received from court collections, sales tax, motor vehicle licenses, property tax collection for water pollution and unclaimed money.

Special Taxing Districts - to account for monies from property tax collection due to the following taxing districts: libraries, school districts, cities, cemeteries, fire protection, sewers, drainage and other miscellaneous districts.

Unapportioned Account - to account for tax and other revenues turned to the County from the Tax Collector and State of Idaho.

Court Suspense - to account for the monies received by the courts (traffic, magistrate and district) primarily comprised of filing fees, fines and bonds.

Restitution Accounts - to account for the non-treasury monies received and disbursed by the Public Defender, Prosecuting Attorney and Juvenile Departments.

Sheriff's Account - to account for non-treasury monies collected by the sheriff from writs, garnishments and delinquent property taxes (civil) and prisoner funds.

Other Agencies - to account for property tax refunds resulting from assessment errors and incorrect tax distribution.

ADA COUNTY, IDAHO
 COMBINING STATEMENT OF ASSETS AND LIABILITIES
 AGENCY FUNDS
 September 30, 2008

	State of Idaho	Special Taxing Districts	Unappor- tioned Account	Court Suspense	Resti- tution Accounts	Sheriff's Account	Other Agencies	Total
Assets								
Cash	\$ 1,753,368	\$ 668,335	\$ 1,240,235	\$ 1,872,117	\$ 111,960	\$ 859,441	\$ 28,506	\$ 6,533,962
Accounts Receivable	476,621	235,063	-	-	-	-	-	711,684
Total assets	<u>\$ 2,229,989</u>	<u>\$ 903,398</u>	<u>\$ 1,240,235</u>	<u>\$ 1,872,117</u>	<u>\$ 111,960</u>	<u>\$ 859,441</u>	<u>\$ 28,506</u>	<u>\$ 7,245,646</u>
Liabilities								
Accounts payable	\$ 6,675	\$ 5,708	\$ -	\$ 55,034	\$ -	\$ -	\$ 28,506	\$ 95,923
Fines and appearance bonds to be remitted	-	-	-	1,105,399	-	-	-	1,105,399
Fiduciary fund liabilities:								
Judgements held in trust	-	-	-	-	-	671,387	-	671,387
Tax receipts held in trust	-	-	1,240,235	-	-	-	-	1,240,235
Due to prisoners	-	-	-	-	-	188,054	-	188,054
Due to victims	-	-	-	-	111,960	-	-	111,960
Due to other agencies and units of government	2,223,314	897,690	-	711,684	-	-	-	3,832,688
Total liabilities	<u>\$ 2,229,989</u>	<u>\$ 903,398</u>	<u>\$ 1,240,235</u>	<u>\$ 1,872,117</u>	<u>\$ 111,960</u>	<u>\$ 859,441</u>	<u>\$ 28,506</u>	<u>\$ 7,245,646</u>

ADA COUNTY, IDAHO
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 AGENCY FUNDS
 FOR THE YEAR ENDED SEPTEMBER 30, 2008

FUND	Balance 9/30/07	Additions	Deductions	Balance 9/30/08
State of Idaho				
Assets:				
Cash	\$ 1,648,874	\$ 28,246,458	\$ 28,141,964	\$ 1,753,368
Accounts Receivable	431,970	476,621	431,970	476,621
Total Assets	\$ 2,080,844	\$ 28,723,079	\$ 28,573,934	\$ 2,229,989
Liabilities:				
Accounts payable	\$ -	\$ 26,499,765	\$ 26,493,090	\$ 6,675
Due to other agencies and units of government	2,080,844	2,223,314	2,080,844	2,223,314
Total liabilities	\$ 2,080,844	\$ 28,723,079	\$ 28,573,934	\$ 2,229,989
Special Taxing Districts				
Assets:				
Cash	\$ 467,505	\$ 324,138,373	\$ 323,937,543	\$ 668,335
Accounts Receivable	342,806	235,063	342,806	235,063
	\$ 810,311	\$ 324,373,436	\$ 324,280,349	\$ 903,398
Liabilities:				
Accounts payable	\$ 8,993	\$ 5,708	\$ 8,993	\$ 5,708
Due to other agencies and units of government	801,318	324,367,728	324,271,356	897,690
	\$ 810,311	\$ 324,373,436	\$ 324,280,349	\$ 903,398
Unapportioned				
Assets:				
Cash	\$ 1,165,007	\$ 804,240,143	\$ 804,164,915	\$ 1,240,235
	\$ 1,165,007	\$ 804,240,143	\$ 804,164,915	\$ 1,240,235
Liabilities:				
Tax receipts held in trust	\$ 1,165,007	\$ 804,240,143	\$ 804,164,915	\$ 1,240,235
	\$ 1,165,007	\$ 804,240,143	\$ 804,164,915	\$ 1,240,235

ADA COUNTY, IDAHO
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 AGENCY FUNDS
 FOR THE YEAR ENDED SEPTEMBER 30, 2008

<u>FUND</u>	Balance 9/30/07	Additions	Deductions	Balance 9/30/08
<u>Court Suspense</u>				
Assets:				
Cash	\$ 3,002,263	\$ 17,960,296	\$ 19,090,442	\$ 1,872,117
Total Assets	<u>\$ 3,002,263</u>	<u>\$ 17,960,296</u>	<u>\$ 19,090,442</u>	<u>\$ 1,872,117</u>
Liabilities:				
Accounts payable	\$ 63,697	\$ 16,143,213	\$ 16,151,876	\$ 55,034
Due to agencies	774,776	711,684	774,776	711,684
Fines and appearance bonds to be remitted	<u>2,163,790</u>	<u>1,105,399</u>	<u>2,163,790</u>	<u>1,105,399</u>
Total liabilities	<u>\$ 3,002,263</u>	<u>\$ 17,960,296</u>	<u>\$ 19,090,442</u>	<u>\$ 1,872,117</u>
<u>Restitution Accounts</u>				
Assets:				
Cash	\$ 145,993	\$ 1,571,708	\$ 1,605,741	\$ 111,960
	<u>\$ 145,993</u>	<u>\$ 1,571,708</u>	<u>\$ 1,605,741</u>	<u>\$ 111,960</u>
Liabilities:				
Due victims	\$ 145,993	\$ 1,571,708	\$ 1,605,741	\$ 111,960
	<u>\$ 145,993</u>	<u>\$ 1,571,708</u>	<u>\$ 1,605,741</u>	<u>\$ 111,960</u>
<u>Sheriff's Accounts</u>				
Assets:				
Cash	\$ 790,319	\$ 12,391,108	12,321,986	\$ 859,441
	<u>\$ 790,319</u>	<u>\$ 12,391,108</u>	<u>\$ 12,321,986</u>	<u>\$ 859,441</u>
Liabilities:				
Due to prisoners	\$ 90,860	\$ 1,310,009	\$ 1,212,815	\$ 188,054
Judgment held in trust	<u>699,459</u>	<u>11,081,099</u>	<u>11,109,171</u>	<u>671,387</u>
	<u>\$ 790,319</u>	<u>\$ 12,391,108</u>	<u>\$ 12,321,986</u>	<u>\$ 859,441</u>

(Continued)

ADA COUNTY, IDAHO
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 AGENCY FUNDS
 FOR THE YEAR ENDED SEPTEMBER 30, 2008

FUND	Balance 9/30/07	Additions	Deductions	Balance 9/30/08
Other Agencies				
Assets:				
Cash	\$ 25,159	\$ 1,918,034	\$ 1,914,687	\$ 28,506
Total Assets	<u>\$ 25,159</u>	<u>\$ 1,918,034</u>	<u>\$ 1,914,687</u>	<u>\$ 28,506</u>
Liabilities:				
Accounts payable	\$ 25,159	\$ 1,918,034	\$ 1,914,687	\$ 28,506
Total liabilities	<u>\$ 25,159</u>	<u>\$ 1,918,034</u>	<u>\$ 1,914,687</u>	<u>\$ 28,506</u>
TOTAL ALL AGENCY FUNDS:				
Assets:				
Cash	\$ 7,245,120	\$ 1,190,466,120	\$ 1,191,177,278	\$ 6,533,962
Accounts Receivable	774,776	711,684	774,776	711,684
	<u>\$ 8,019,896</u>	<u>\$ 1,191,177,804</u>	<u>\$ 1,191,952,054</u>	<u>\$ 7,245,646</u>
Liabilities:				
Accounts payable	\$ 97,849	\$ 44,566,720	\$ 44,568,646	\$ 95,923
Fines and appearance bonds to be remitted	2,163,790	1,105,399	2,163,790	1,105,399
Judgments held in trust	699,459	11,081,099	11,109,171	671,387
Tax receipts held in trust	1,165,007	804,240,143	804,164,915	1,240,235
Due to prisoners	90,860	1,310,009	1,212,815	188,054
Due to victims	145,993	1,571,708	1,605,741	111,960
Due to other agencies and units of government	3,656,938	327,302,726	327,126,976	3,832,688
	<u>\$ 8,019,896</u>	<u>\$ 1,191,177,804</u>	<u>\$ 1,191,952,054</u>	<u>\$ 7,245,646</u>

STATISTICAL SECTION

This part of Ada County's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the County's overall financial health.

<u>Contents</u>	<u>Pages</u>
Financial Trends (Schedules 1 – 4) <i>These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.</i>	99-104
Revenue Capacity (Schedules 5 – 8) <i>These schedules contain information to help the reader assess the County's most significant local revenue source, the property tax.</i>	105-108
Debt Capacity (1) (Schedules 9 – 13) <i>These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.</i>	109-113
Demographic and Economic Information (Schedules 14 – 15) <i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.</i>	114-115
Operating Information (Schedules 16 – 18) <i>These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs.</i>	116-118

(1) Although Ada County has no legal margin pertaining to the issuance of debt, a hypothetical margin has been computed on Schedule 12 utilizing legal maximum property tax.

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The County implemented GASB Statement 34 in 2003; schedules presenting government-wide information include information beginning in that year.

Schedule 1
 Ada County
 Net Assets by Component,
 Last Six Fiscal Years ⁽¹⁾
(accrual basis of accounting)

	Fiscal Year			
	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>
Governmental activities				
Invested in capital assets, net of related debt	\$ 49,055,088	\$ 50,527,624	\$ 50,761,483	\$ 54,745,311
Restricted	52,105,491	51,151,283	60,873,439	27,339,891
Unrestricted	<u>32,116,316</u>	<u>36,718,291</u>	<u>40,748,998</u>	<u>99,934,565</u>
Total governmental activities net assets	<u>\$ 133,276,895</u>	<u>\$ 138,397,198</u>	<u>\$ 152,383,920</u>	<u>\$ 182,019,767</u>
Business-type activities				
Invested in capital assets, net of related debt	\$ 10,695,662	\$ 9,854,251	\$ 13,046,297	\$ 28,144,613
Restricted				3,359,162
Unrestricted	<u>11,617,669</u>	<u>13,288,919</u>	<u>18,915,611</u>	<u>8,009,169</u>
Total business-type activities net assets	<u>\$ 22,313,331</u>	<u>\$ 23,143,170</u>	<u>\$ 31,961,908</u>	<u>\$ 39,512,944</u>
Primary government				
Invested in capital assets, net of related debt	\$ 59,750,750	\$ 60,381,875	\$ 63,807,780	\$ 82,889,924
Restricted	52,105,491	51,151,283	60,873,439	30,699,053
Unrestricted	<u>43,733,985</u>	<u>50,007,210</u>	<u>59,664,609</u>	<u>107,943,734</u>
Total primary government net assets	<u>\$ 155,590,226</u>	<u>\$ 161,540,368</u>	<u>\$ 184,345,828</u>	<u>\$ 221,532,711</u>

(1) The County will continue to annually report information until this schedule includes 10 fiscal years.

<u>2007</u>	<u>2008</u>
\$ 77,996,260	\$ 87,719,664
20,562,666	23,166,023
<u>109,397,452</u>	<u>110,577,070</u>
<u>\$ 207,956,378</u>	<u>\$ 221,462,757</u>
\$ 31,370,655	\$ 32,861,601
215,070	1,266,500
<u>10,829,184</u>	<u>7,420,707</u>
<u>\$ 42,414,909</u>	<u>\$ 41,548,808</u>
\$ 109,366,915	\$ 120,581,265
20,777,736	24,432,523
<u>120,226,636</u>	<u>117,997,777</u>
<u>\$ 250,371,287</u>	<u>\$ 263,011,565</u>

Schedule 2
 Ada County
 Changes in Net Assets, Last Six Fiscal Years ⁽¹⁾
(accrual basis of accounting)

	Fiscal Year			
	2003	2004	2005	2006
Expenses				
Governmental activities:				
General government	\$ 40,360,772	\$ 43,740,895	\$ 45,539,444	\$ 46,977,794
Public safety	40,010,188	42,583,796	44,102,776	48,083,014
Sanitation	988,789	1,067,514	1,516,825	1,291,724
Health and Welfare	7,265,169	7,200,293	7,562,599	4,792,298
Recreational & Cultural	564,955	626,455	771,402	925,717
Education	222,024	171,841	205,473	185,584
Interest on long-term debt	2,171,026	2,394,837	3,005,333	2,061,611
Total governmental activities expenses	<u>91,582,923</u>	<u>97,785,631</u>	<u>102,703,852</u>	<u>104,317,742</u>
Business-type Activities:				
Emergency Medical Services	7,112,398	8,376,772	8,815,039	9,187,061
Solid Waste Management	8,574,644	5,593,317	109,108	6,768,032
Western Idaho Fair	3,069,528	3,335,164	3,126,586	3,431,519
Billing Services	3,446,884	3,575,586	3,388,534	3,283,362
Total Business-type Activities Expenses	<u>22,203,454</u>	<u>20,880,839</u>	<u>15,439,267</u>	<u>22,669,974</u>
Total Primary Government Expenses	<u>\$ 113,786,377</u>	<u>\$ 118,666,470</u>	<u>\$ 118,143,119</u>	<u>\$ 126,987,716</u>
Program Revenues				
Governmental activities:				
Charges for services:				
General government	10,510,682	10,459,647	11,975,216	13,145,778
Sanitation	289,412	316,282	385,591	347,019
Public safety	10,598,156	13,478,053	14,752,609	15,996,195
Recreational and cultural	341,280	361,976	376,537	405,336
Operating grants and contributions	4,766,707	2,983,127	6,422,511	7,043,774
Capital grants and contributions	-	-	-	-
Total governmental activities program revenues	<u>26,506,237</u>	<u>27,599,085</u>	<u>33,912,464</u>	<u>36,938,102</u>
Business-type Activities:				
Charges for services:				
Emergency Medical Services	4,744,090	5,176,301	5,679,540	8,341,010
Solid Waste Management	6,516,973	6,634,193	7,458,910	10,051,962
Western Idaho Fair	2,762,440	2,670,114	3,009,623	3,517,297
Billing Services	3,616,158	3,812,613	3,413,900	3,227,213
Operating grants and contributions	-	-	-	-
Capital grants and contributions	-	-	-	-
Total business-type activities program revenues	<u>17,639,661</u>	<u>18,293,221</u>	<u>19,561,973</u>	<u>25,137,482</u>
Total primary government program revenues	<u>\$ 44,145,898</u>	<u>\$ 45,892,306</u>	<u>\$ 53,474,437</u>	<u>\$ 62,075,584</u>
Net (Expense)/Revenue				
Governmental activities	\$ (65,076,686)	\$ (70,186,546)	\$ (68,791,388)	\$ (67,379,640)
Business-type Activities	(4,563,793)	(2,587,618)	4,122,706	2,467,508
Total primary government net expense	<u>\$ (69,640,479)</u>	<u>\$ (72,774,164)</u>	<u>\$ (64,668,682)</u>	<u>\$ (64,912,132)</u>
General Revenues and Other Changes in Net Assets				
Governmental activities:				
Taxes				
Property taxes	\$ 53,718,896	\$ 58,757,020	\$ 64,199,339	\$ 71,357,699
Sales taxes	9,852,016	10,716,039	12,045,623	13,731,326
Unrestricted grants and contributions	2,512,356	2,397,086	2,516,646	2,763,521
Investment earnings	2,221,450	2,408,020	3,258,628	7,387,507
Miscellaneous	1,115,847	897,625	757,874	1,006,073
Transfers	-	(165,724)	-	(139,418)
Special items	1,895,220	-	-	908,779
Total governmental activities	<u>71,315,785</u>	<u>75,010,066</u>	<u>82,778,110</u>	<u>97,015,487</u>
Business-type Activities:				
Taxes				
Property Taxes	2,267,047	2,554,566	2,712,800	2,987,616
Sales taxes	119,103	130,731	148,114	167,427
Investment earnings	643,971	566,436	611,726	1,232,764
Miscellaneous	-	-	-	556,303
Transfers	-	165,724	105,617	139,418
Total Business-type activities	<u>3,030,121</u>	<u>3,417,457</u>	<u>3,578,257</u>	<u>5,083,528</u>
Total primary government	<u>\$ 74,345,906</u>	<u>\$ 78,427,523</u>	<u>\$ 86,356,367</u>	<u>\$ 102,099,015</u>
Change in Net Assets				
Governmental activities	\$ 6,239,099	\$ 4,823,520	\$ 13,986,722	\$ 29,635,847
Business-type activities	(1,533,672)	829,839	7,700,963	7,551,036
Total primary government	<u>\$ 4,705,427</u>	<u>\$ 5,653,359</u>	<u>\$ 21,687,685</u>	<u>\$ 37,186,883</u>

(1) The County will continue to annually report information until this schedule includes 10 fiscal years.

	<u>2007</u>	<u>2008</u>
\$	52,170,385	\$ 56,754,618
	52,647,819	60,025,033
	2,024,030	2,137,534
	5,287,717	6,788,432
	883,819	1,035,666
	230,756	153,879
	2,599,255	1,974,928
	<u>115,843,781</u>	<u>128,870,090</u>
	8,697,888	9,760,710
	8,824,916	17,424,254
	3,511,749	3,692,851
	3,509,084	3,810,141
	<u>24,543,637</u>	<u>34,687,956</u>
\$	<u>140,387,418</u>	<u>\$ 163,558,046</u>
	12,500,483	10,071,190
	369,165	365,455
	17,595,763	21,271,616
	540,643	300,632
	5,512,550	3,705,763
	-	-
	<u>36,518,604</u>	<u>35,714,656</u>
	6,366,450	7,487,474
	9,545,456	13,602,397
	3,693,718	3,644,401
	3,297,502	4,186,425
	-	-
	-	-
	<u>22,903,126</u>	<u>28,920,697</u>
\$	<u>59,421,730</u>	<u>\$ 64,635,353</u>
\$	(79,325,177)	\$ (93,155,434)
	(1,640,511)	(5,767,259)
\$	<u>(80,965,688)</u>	<u>\$ (98,922,693)</u>
\$	75,125,349	\$ 79,689,693
	14,795,681	14,459,564
	4,760,277	4,608,140
	9,151,715	6,354,998
	1,428,766	1,549,418
	-	-
	-	-
	<u>105,261,788</u>	<u>106,661,813</u>
	3,275,673	3,567,680
	183,519	173,859
	998,511	919,235
	84,773	240,384
	-	-
	<u>4,542,476</u>	<u>4,901,158</u>
\$	<u>109,804,264</u>	<u>\$ 111,562,971</u>
\$	25,936,611	\$ 13,506,379
	2,901,965	(866,101)
\$	<u>28,838,576</u>	<u>\$ 12,640,278</u>

Schedule 3
 Ada County
 Fund Balances, Governmental Funds,
 Last Ten Fiscal Years
 (modified accrual basis of accounting)

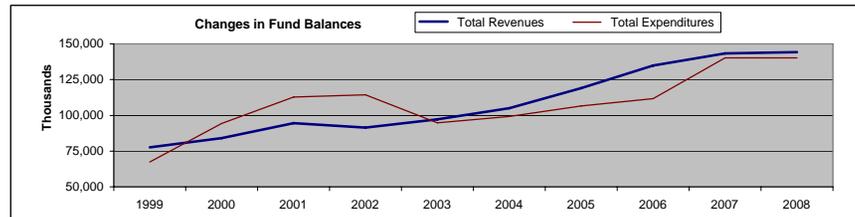
	Fiscal Year									
	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
General Fund										
Reserved	\$ -	\$ -	\$ -	\$ 8,190,643	\$ -	\$ -	\$ 2,726,322	\$ 2,961,143	\$ 1,775,181	\$ 1,706,282
Unreserved	36,084,793	42,764,406	54,138,222	29,435,734	32,587,232	39,529,691	47,794,275	51,273,025	50,978,143	32,372,360
Total general fund	<u>\$ 36,084,793</u>	<u>\$ 42,764,406</u>	<u>\$ 54,138,222</u>	<u>\$ 37,626,377</u>	<u>\$ 32,587,232</u>	<u>\$ 39,529,691</u>	<u>\$ 50,520,597</u>	<u>\$ 54,234,168</u>	<u>\$ 52,753,324</u>	<u>\$ 34,078,642</u>
All Other Governmental Funds										
Reserved	\$ 132,109	\$ 10,036,360	\$ 9,146,203	\$ 14,878,133	\$ 25,623,539	\$ 23,552,641	\$ 75,779	\$ 10,989,408	\$ 1,310,465	\$ 2,916,255
Unreserved, reported in:										
Special revenue funds	12,353,592	13,678,426	14,911,395	12,828,995	11,397,816	12,008,692	11,735,358	13,796,535	17,945,078	19,054,495
Capital projects funds	3,543,578	-	-	-	-	210,486	25,257,665	32,158,172	41,977,713	61,848,232
Total all other governmental funds	<u>\$ 16,029,279</u>	<u>\$ 23,714,786</u>	<u>\$ 24,057,598</u>	<u>\$ 27,707,128</u>	<u>\$ 37,021,355</u>	<u>\$ 35,771,819</u>	<u>\$ 37,068,802</u>	<u>\$ 56,944,115</u>	<u>\$ 61,233,256</u>	<u>\$ 83,818,982</u>
Grand Total Government Funds	<u>\$ 52,114,072</u>	<u>\$ 66,479,192</u>	<u>\$ 78,195,820</u>	<u>\$ 65,333,505</u>	<u>\$ 69,608,587</u>	<u>\$ 75,301,510</u>	<u>\$ 87,589,399</u>	<u>\$ 111,178,283</u>	<u>\$ 113,986,580</u>	<u>\$ 117,897,624</u>

Schedule 4
 Ada County
 Changes in Fund Balances, Governmental Funds,
 Last Ten Fiscal Years
 (modified accrual basis of accounting)

	Fiscal Year									
	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
Revenues										
Property Taxes	\$ 43,304,147	\$ 46,618,097	\$ 48,806,326	\$ 50,658,593	\$ 53,727,440	\$ 58,752,777	\$ 64,310,738	\$ 71,376,370	\$ 74,823,351	\$ 78,690,959
Licenses and Permits	935,686	1,056,721	1,109,090	1,005,991	1,186,623	1,169,811	1,163,233	1,120,437	1,267,325	1,364,599
Intergovernmental	12,456,088	12,878,266	16,711,326	15,064,370	17,131,079	16,096,252	20,984,780	23,538,621	25,068,508	22,773,467
Charges for Services	14,404,181	15,064,656	16,734,166	17,276,815	20,271,777	23,206,909	26,028,315	28,542,424	28,854,813	29,581,174
Fines and Forfeitures	1,935,334	2,051,931	1,887,020	1,804,887	1,136,757	1,290,366	1,153,574	1,321,227	1,996,638	1,738,443
Miscellaneous	938,524	1,703,723	2,679,424	1,975,471	1,888,362	2,417,984	2,601,927	2,397,689	3,193,850	4,501,933
Interest Income	3,897,487	4,484,580	5,637,505	4,078,475	2,539,898	2,264,489	3,550,187	5,946,970	7,620,065	5,850,773
Net Change in Fair Value of Investments	(351,918)	263,170	992,717	(480,680)	(641,206)	(182,064)	(668,647)	551,582	441,475	(337,454)
Total Revenues	77,519,529	84,121,144	94,557,574	91,383,922	97,240,730	105,016,524	119,124,107	134,795,320	143,266,025	144,163,894
Expenditures										
General Government	26,071,571	28,595,043	30,659,072	43,719,323	38,424,982	40,122,849	44,337,748	45,068,796	48,903,489	54,064,422
Public Safety	27,943,864	30,419,089	32,447,915	36,771,724	37,268,572	40,893,929	43,166,037	47,795,451	50,647,989	56,848,717
Sanitation	737,228	764,578	758,793	824,511	932,069	1,032,441	1,507,314	1,219,396	1,889,501	1,959,076
Recreational and Cultural	422,100	430,002	471,259	665,973	552,900	529,626	687,664	750,010	713,009	734,038
Education	105,660	128,065	162,505	194,301	222,024	171,841	205,473	185,584	230,756	153,879
Health and Welfare	5,782,506	6,172,778	6,526,771	7,105,300	7,839,714	7,991,232	8,240,817	5,677,477	6,195,072	7,253,842
Capital Outlay	5,051,053	24,869,028	37,607,688	20,835,459	7,492,523	6,036,167	5,473,069	8,235,136	28,491,005	15,625,440
Debt Service										
Interest	191,271	621,365	2,327,366	2,446,792	2,171,026	2,394,837	3,005,333	2,061,611	2,714,185	1,974,928
Principal	990,000	2,406,431	1,827,279	1,825,000	(41,142)	(26,275)	(6,423)	682,336	394,338	1,510,000
Total expenditures	67,295,253	94,406,379	112,788,648	114,388,383	94,862,668	99,146,647	106,617,032	111,675,797	140,179,344	140,124,342
Excess of revenues over (under) expenditures	10,224,276	(10,285,235)	(18,231,074)	(23,004,461)	2,378,062	5,869,877	12,507,075	23,119,523	3,086,681	4,039,552
Other Financing Sources (Uses)										
Proceeds from sale (1)	-	5,119,490	-	-	1,895,220	-	-	908,779	-	-
Transfers in	4,267,396	3,977,443	4,655,440	9,347,450	12,904,247	3,144,400	3,861,358	16,372,819	27,285,697	39,379,319
Transfers out	(4,535,724)	(4,262,153)	(5,125,647)	(9,838,450)	(12,902,447)	(3,321,354)	(4,080,544)	(16,812,237)	(27,564,081)	(39,507,827)
Proceeds from Capital lease	-	21,015,575	30,417,909	10,633,146	-	-	-	-	-	-
Total other financing sources (uses)	(268,328)	25,850,355	29,947,702	10,142,146	1,897,020	(176,954)	(219,186)	469,361	(278,384)	(128,508)
Net change in fund balances	\$ 9,955,948	\$ 15,565,120	\$ 11,716,628	\$ (12,862,315)	\$ 4,275,082	\$ 5,692,923	\$ 12,287,889	\$ 23,588,884	\$ 2,808,297	\$ 3,911,044
Debt service as a percentage of noncapital expenditures (2)	1.9%	4.4%	5.5%	4.6%	2.4%	2.5%	3.0%	2.7%	2.8%	2.8%

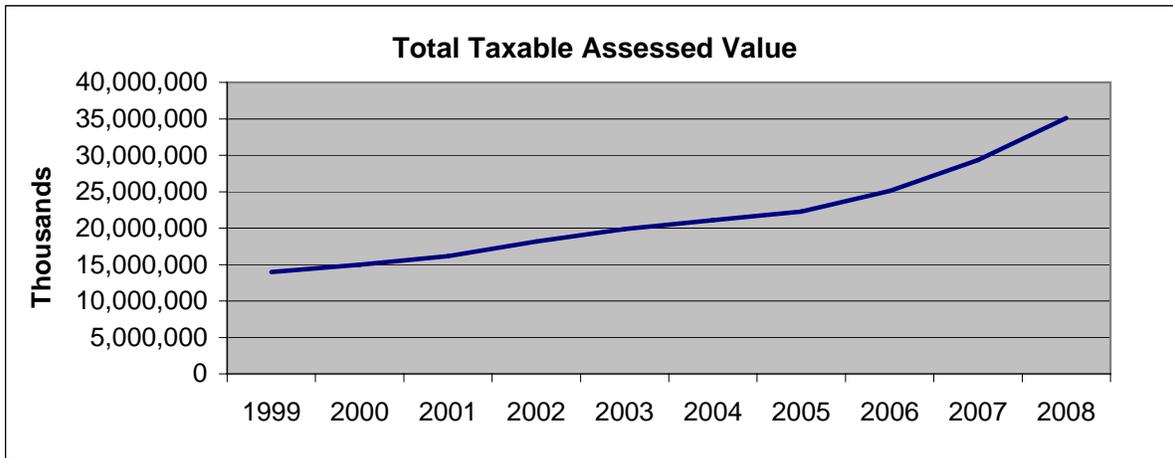
(1) Proceeds from sale of real property
 Proceeds from sale of land

(2) Debt service represents debt service principal and interest expenditures presented above.
 Noncapital expenditures represents Total Expenditures above, less the category of Capital Outlay expenditures (which represents all capital asset expenditures for all governmental functions).



Schedule 5
 Ada County
 Assessed Value and Actual Value of Taxable Property ⁽¹⁾
 Last Ten Fiscal Years
(in thousands of dollars)

Fiscal Year	Real Property	Personal Property	Mobile Home Property	Public Utilities	Total Actual Value	Less: Homeowner Tax Exemption ⁽²⁾	Total Taxable Assessed Value	Total Direct Tax Rate
1999	\$ 15,641,221	\$ 497,706	\$ 94,184	\$ 578,209	\$ 16,811,320	\$ 2,845,246	\$ 13,966,075	\$ 3.30
2000	16,672,156	623,914	95,771	596,625	17,988,466	2,992,727	14,995,740	3.27
2001	17,994,486	616,239	97,198	578,224	19,286,147	3,141,579	16,144,568	3.21
2002	19,998,999	776,534	97,029	612,504	21,485,065	3,312,568	18,172,497	2.99
2003	21,795,499	835,712	96,401	647,468	23,375,080	3,511,963	19,863,117	2.96
2004	23,003,399	1,065,055	94,561	628,743	24,791,757	3,697,866	21,093,891	3.02
2005	24,573,709	934,873	81,397	565,068	26,155,047	3,862,769	22,292,278	3.12
2006	27,462,027	1,095,288	77,413	573,664	29,208,391	4,084,464	25,123,927	3.10
2007	34,046,274	1,264,355	68,126	570,031	35,948,786	6,622,739	29,326,047	2.82
2008	41,118,797	1,442,401	67,227	604,277	43,232,702	8,123,941	35,108,762	2.52



Notes:

- (1) Property is assessed at 100% of actual value; therefore, the assessed values are equal to actual value.
- (2) An initiative was passed by the Idaho electorate in 1983 which exempts certain taxable assessed value by 50% or \$50,000, whichever is less. By special session in 2006, the \$50,000 was changed to \$75,000 for fiscal 2007 and indexed to the Federal House Price Index for each year thereafter. The new indexed amount for fiscal year 2008 was \$89,325.

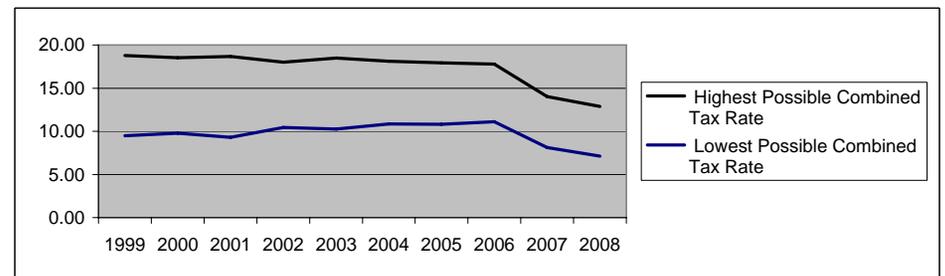
Schedule 6
 Ada County
 Direct and Overlapping Property Tax Rates,
 Last Ten Fiscal Years
(rate per \$1000 of assessed value)

	Fiscal Year									
	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
County direct rates										
General	\$ 3.08	\$ 3.05	\$ 2.98	\$ 2.77	\$ 2.74	\$ 2.80	\$ 2.86	\$ 2.83	\$ 2.56	\$ 2.28
Emergency Medical Services	0.13	0.13	0.12	0.12	0.12	0.12	0.12	0.12	0.11	0.10
Pest Extermination	0.09	0.09	0.11	0.10	0.10	0.10	0.11	0.12	0.12	0.11
Mosquito Abatement ⁽¹⁾	n/a	n/a	n/a	n/a	n/a	n/a	0.03	0.03	0.03	0.03
Total Direct rate	3.30	3.27	3.21	2.99	2.96	3.02	3.12	3.10	2.82	2.52
Ada County Highway district rate	1.06	1.05	1.06	1.01	1.00	1.01	1.03	1.01	0.95	0.87
City rates										
Boise	5.62	5.59	5.70	5.87	5.81	5.56	5.79	5.74	5.49	5.03
Eagle	1.61	1.49	1.39	1.26	1.14	1.07	1.06	1.01	0.86	0.78
Garden City	3.09	3.13	3.10	3.04	3.02	2.99	3.02	3.07	2.93	2.70
Kuna	2.27	2.37	2.27	2.18	2.41	2.30	2.33	2.18	2.11	1.94
Meridian	3.34	3.24	3.18	3.04	2.96	3.06	3.11	3.01	2.81	2.67
Star	3.65	3.04	1.91	2.08	2.05	2.42	2.35	2.39	2.18	1.82
School district rates ⁽²⁾										
Boise Ind School Dist #1	8.40	8.24	8.36	7.81	8.14	8.44	7.94	7.92	4.74	4.43
Meridian Jt School Dist #2	6.75	6.74	6.74	6.57	6.54	6.31	6.69	6.56	3.89	3.65
Kuna Jt School Dist #3	4.62	4.73	4.32	6.80	6.57	6.53	6.53	6.48	3.86	3.32
Melba Jt School Dist #136	5.12	5.90	6.54	6.42	6.31	6.83	6.69	7.98	5.41	5.35
Average Rate of 7 Fire districts	1.70	1.64	1.67	1.59	1.52	1.51	1.46	1.53	1.54	1.44
Average Rate of 3 Library districts	0.63	0.62	0.65	0.61	0.58	0.58	0.57	0.55	0.53	0.46
Average Rate of 7 Cemetery districts	0.08	0.08	0.08	0.07	0.07	0.07	0.08	0.07	0.07	0.06
Average Rate of 3 Sewer districts ⁽³⁾	0.30	0.29	0.29	0.28	0.34	0.26	0.26	0.26	0.24	0.22
Average Rate of Miscellaneous districts	0.08	0.08	0.07	0.07	0.07	0.07	0.09	0.09	0.08	0.07
Highest Possible Combined Tax Rate	18.78	18.51	18.67	18.00	18.50	18.13	17.93	17.80	14.03	12.87
Lowest Possible Combined Tax Rate	9.48	9.79	9.30	10.43	10.27	10.86	10.81	11.10	8.12	7.13

(1) In early 2004, the Board of Commissioners agreed to operate and integrate the Southwest Ada County Mosquito Abatement District as a County department. For the years prior to the change, Mosquito Abatement was included within the designation: Miscellaneous districts.

(2) By special Idaho legislative session in 2006, funding for all School District's Maintenance & Operations changed it's revenue source from levy to a one cent state sales tax increase. Also, public support for tax relief caused other Districts to request lower funding amounts.

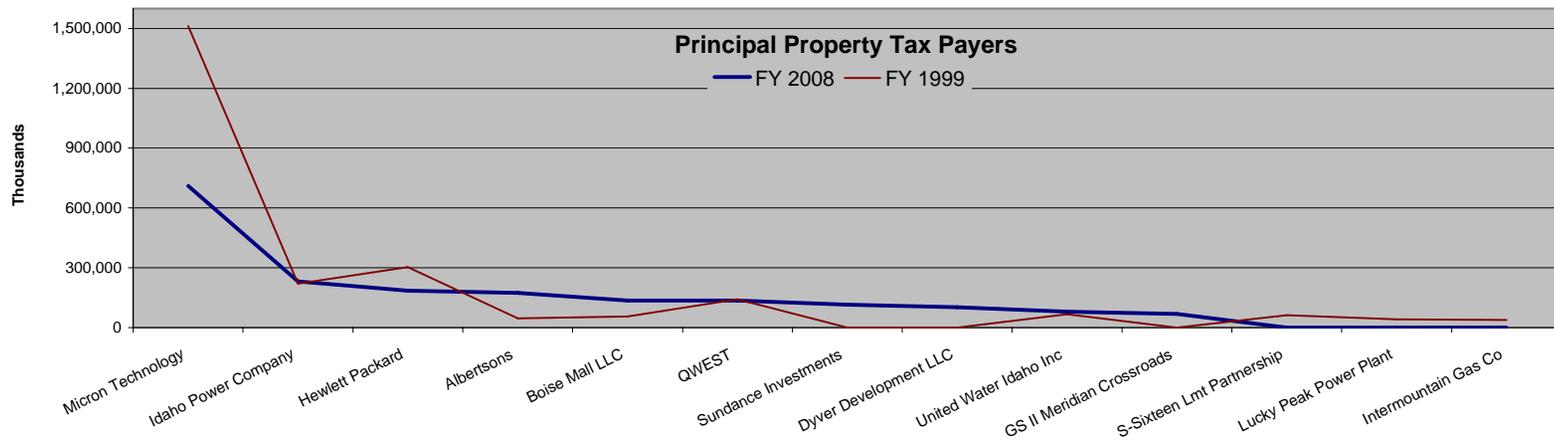
(3) A fourth Sewer district, West Boise Sewer, levied each year until it paid off it's bond in 2003.



Schedule 7
 Ada County
 Principal Property Tax Payers,
 Fiscal Year and Nine Years Ago

Taxpayer	Type of Business	Fiscal Year 2008			Fiscal Year 1999		
		Taxable Assessed Valuation	Rank	Percentage of Total County Taxable Assessed Value	Taxable Assessed Valuation	Rank	Percentage of Total County Taxable Assessed Value
Micron Technology	Electronics Manufacturer	\$ 710,098,900	1	2.02 %	\$ 1,511,609,879	1	10.08 %
Idaho Power Company	Electric Utility	231,935,966	2	0.66	219,823,785	3	1.47
Hewlett Packard	Electronics Manufacturer	184,643,700	3	0.53	302,870,627	2	2.02
Albertsons	Retail Grocery	173,354,100	4	0.49	47,034,474	8	0.31
Boise Mall LLC (formerly Price Development)	Real Estate Holding	136,156,600	5	0.39	55,124,400	7	0.37
QWEST (formerly U. S. West)	Telephone Utility	135,058,143	6	0.38	142,422,914	4	0.95
Sundance Investments	Commercial Construction	115,624,700	7	0.33	n/a	----	----
Dyver Development LLC	Real Estate Holding	101,703,400	8	0.29	n/a	----	----
United Water Idaho Inc (formerly Boise Water Corp)	Water Utility	79,048,086	9	0.23	67,416,346	5	0.45
GS II Meridian Crossroads LLC	Real Estate Holding	68,976,100	10	0.20	n/a	----	----
S-Sixteen Limited Partnership	Real Estate Holding	----	----	----	62,052,600	6	0.41
Boise-Kuna Irrig Dist (formerly Lucky Peak Power)	Power Project	----	----	----	41,690,139	9	0.28
Intermountain Gas co	Gas Utility	----	----	----	38,121,227	10	0.25
Ten Largest Taxpayers		\$ 1,936,599,695		5.52 %	\$ 2,488,166,391		16.59 %
All Other Taxpayers		\$ 33,172,161,967		94.48 %	\$ 12,507,573,287		83.41 %
Total Ada County Market Valuation		\$ 35,108,761,662		100.00 %	\$ 14,995,739,678		100.00 %

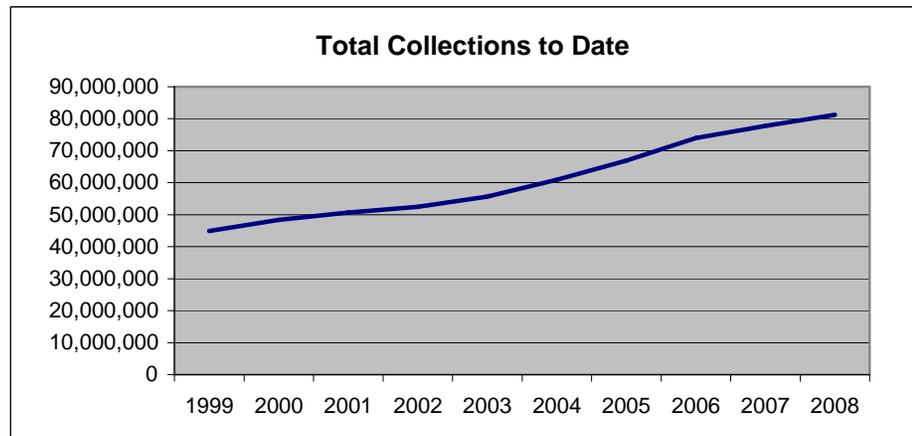
107



Source: Ada County Treasurer.

Schedule 8
 Ada County
 Property Tax Levies and Collections,
 Last Ten Fiscal Years

Fiscal Year Ended Sept 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
1999	\$ 44,950,707	\$ 44,332,614	98.62 %	\$ 550,350	44,882,964	99.85 %
2000	48,482,816	47,785,793	98.56	642,147	48,427,940	99.89
2001	50,749,501	50,012,337	98.55	664,741	50,677,078	99.86
2002	52,660,443	51,898,745	98.55	603,581	52,502,326	99.70
2003	55,816,927	55,074,567	98.67	556,835	55,631,402	99.67
2004	61,143,158	60,356,173	98.71	612,760	60,968,933	99.72
2005	67,012,955	66,352,900	99.02	598,219	66,951,119	99.91
2006	74,121,204	73,457,192	99.10	562,325	74,019,517	99.86
2007	78,254,651	77,198,247	98.65	520,773	77,719,020	99.32
2008	83,063,301	81,224,050	97.79	0	81,224,050	97.79



Schedule 9
 Ada County
 Ratios of Outstanding Debt by Type,
 Last Ten Fiscal Years
(dollars in thousands, except per capita)

Fiscal Year	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		Total Primary Government	Percentage of Personal Income ⁽²⁾	Per Capita ⁽²⁾
	Gross Bonded Debt	Capital Leases ⁽¹⁾	Gross Bonded Debt	Capital Leases			
1999	\$ 3,345	\$ -	\$ -	\$ -	\$ 3,345	0.04 %	\$ 12
2000	2,295	19,659	-	-	21,954	0.24	75
2001	1,180	49,933	-	-	51,113	0.50	170
2002	-	55,423	-	-	55,423	0.52	177
2003	-	54,991	-	-	54,991	0.50	172
2004	-	54,522	-	-	54,522	0.47	168
2005	-	54,010	-	-	54,010	0.44	162
2006	-	52,784	-	-	52,784	0.39	153
2007	-	51,820	-	-	51,820	0.35	144
2008	-	50,310	-	-	50,310	n/a	135

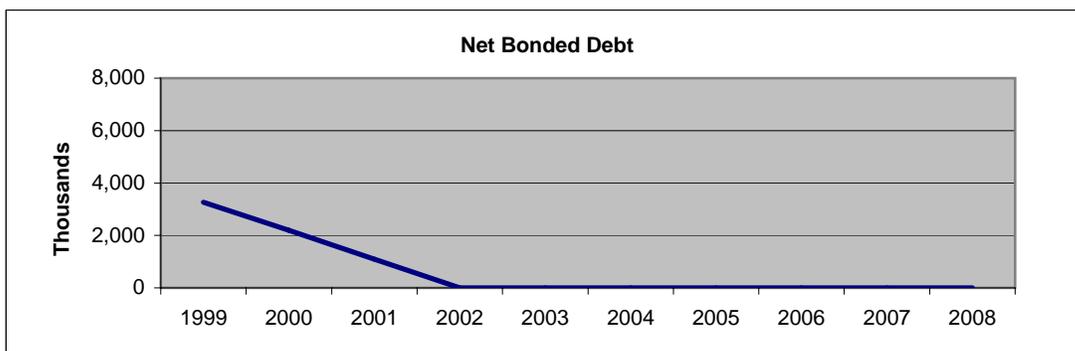
Note: Details regarding the county's outstanding debt can be found in the notes to the financial statements.

(1) In fiscal 2000, the county entered into the Court Complex Lease Agreement for 30 years of one year leases. In fiscal 2005, the Court Complex Lease Agreement was renegotiated, resulting in a revised 23-year term of one year leases.

(2) See Schedule 14 for prior fiscal year personal income and population data used to calculate percentage and per capita.

Schedule 10
 Ada County
 Ratios of Net General Bonded Debt Outstanding,
 Last Ten Fiscal Years
(dollars in thousands, except per capita)

Fiscal Year	Gross Bonded Debt	Debt Service Monies Available	Net Bonded Debt	Percentage of Actual Taxable Value ⁽¹⁾ of Property	Per Capita ⁽²⁾
1999	\$ 3,345	\$ 82	\$ 3,263	0.02 %	\$ 11
2000	2,295	98	2,197	0.01	7
2001	1,180	93	1,087	0.01	4
2002	0	0	0	0.00	0
2003	0	0	0	0.00	0
2004	0	0	0	0.00	0
2005	0	0	0	0.00	0
2006	0	0	0	0.00	0
2007	0	0	0	0.00	0
2008	0	0	0	0.00	0



Notes:

- (1) See Schedule 5 for property value data.
- (2) Population data can be found in Schedule 14.

Schedule 11
 Ada County
 Direct and Overlapping Governmental Activities Debt,
 As of September 30, 2008
 (dollars in thousands)

Government Unit	Debt Outstanding	Estimated Percentage Applicable ⁽¹⁾	Estimated Share of Overlapping Debt
<i>Ada County Direct Indebtedness:</i>			
Capital Leases	\$ 50,310	100.000 %	\$ 50,310
<i>Overlapping Bonded Indebtedness:</i>			
School District No. 1	\$ 112,152	99.998 %	\$ 112,150
School District No. 2	208,280	99.075 %	206,353
School District No. 3	45,049	84.538 %	38,084
School District No. 136J	4,472	19.659 %	879
Boise City	89,282	100.000 %	89,282
Eagle City	2,055	100.000 %	2,055
Garden City	3,068	100.000 %	3,068
Kuna City	15,639	100.000 %	15,639
Meridian City	1,370	100.000 %	1,370
Kuna Fire	454	93.278 %	423
Melba Fire	42	16.293 %	7
Eagle Sewer	5,937	100.000 %	5,937
Star Sewer	448	100.000 %	448
Kuna Library	646	84.538 %	546
Meridian Library	<u>1,705</u>	100.000 %	<u>1,705</u>
Subtotal, overlapping debt	<u>490,599</u>		<u>477,946</u>
Total direct and overlapping debt	<u>\$ 540,909</u>		<u>\$ 528,256</u>

Sources: Assessed value data used to estimate applicable percentages provided by the Ada County Board of Equalization and assessment. Debt outstanding data provided by each governmental unit.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the county. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of Ada County. This process recognizes that, when considering the county's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

(1) For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable assessed value that is within the county's boundaries and dividing it by each unit's total taxable assessed value.

Schedule 12
 Ada County
 Legal Debt Margin Information,
 Last Ten Fiscal Years
(dollars in thousands)

Legal Debt Margin Calculation for Fiscal Year 2008	
Maximum Property Tax for Ada County Governmental Funds	\$82,576
Debt Limit (could exceed above with 2/3 vote of qualified electors)	\$82,576
Debt applicable to limit:	
General obligation bonds	-
Less: amount set aside for repayment of debt	-
Total net debt applicable to limit	-
Legal debt margin	\$82,576

	Fiscal Year									
	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
Debt limit ⁽¹⁾	\$ 41,492	\$ 44,638	\$ 47,883	\$ 51,542	\$ 55,351	\$ 59,114	\$ 63,234	\$ 68,494	\$ 75,407	\$ 82,576
Total net debt applicable to limit	<u>3,263</u>	<u>2,197</u>	<u>1,087</u>	<u>-</u>						
Legal debt margin	<u>\$ 38,229</u>	<u>\$ 42,441</u>	<u>\$ 46,796</u>	<u>\$ 51,542</u>	<u>\$ 55,351</u>	<u>\$ 59,114</u>	<u>\$ 63,234</u>	<u>\$ 68,494</u>	<u>\$ 75,407</u>	<u>\$ 82,576</u>
Total net debt applicable to the limit as a percentage of debt limit	7.86%	4.92%	2.27%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Source: Schedule 10 - Net Debt, Idaho Code 31-Chapter 19; 57-Chapter 2, and Maximum Allowable Non-exempt Property Tax Budget

Note: Under Idaho State Code, bonded debt may be incurred by Counties when authorized by a vote of 2/3 of qualified electors,
 as a levy on all taxable property within the county - with no other limitations. Debt may be offset by amounts set aside for repaying general obligation bonds.

(1) Although voters could authorize bonded indebtedness in excess of current statutory property tax limits, the County has
 no such debt - therefore, the amounts shown for debt limit are equal to the County's legal property tax limit.

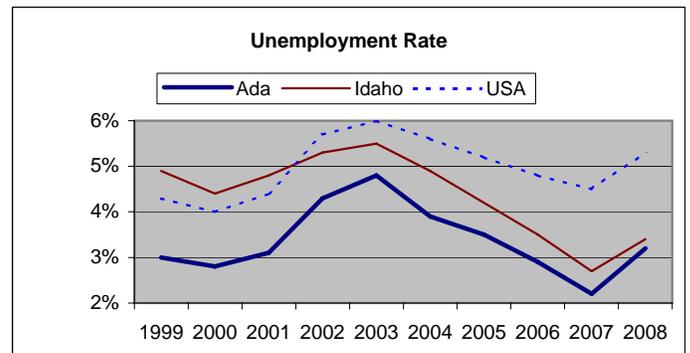
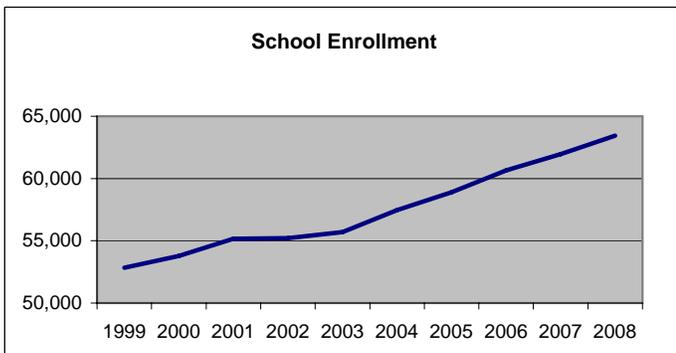
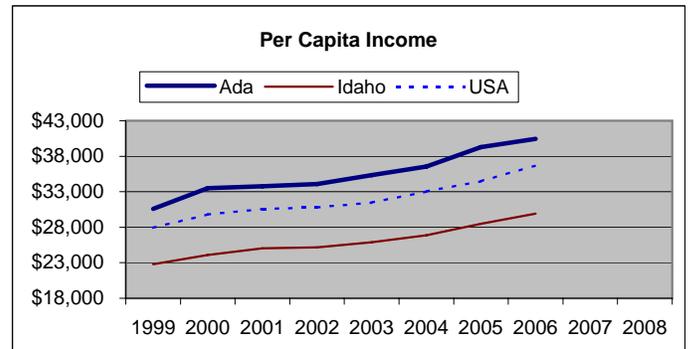
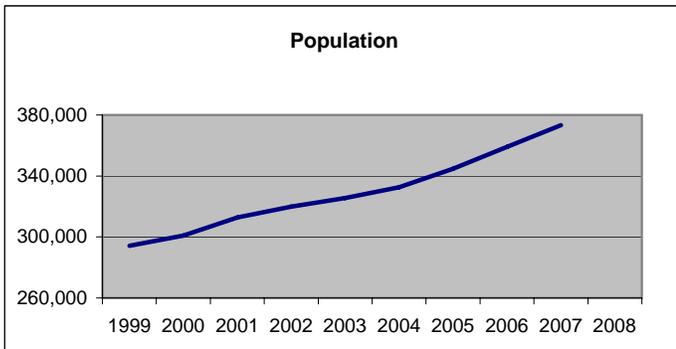
Schedule 13
 Ada County
 Pledged-Revenue Coverage,
 Last Ten Fiscal Years
(dollars in thousands)

Courthouse Corridor Capital Lease												
Fiscal Year	Sales Tax	Rent Savings	Bldg. Sales & Lease Revenue	Charge for Services	Interest	Gen'l Fund Bal. Transfer	Total Revenue	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage
										Principal	Interest	
1999	-	-	-	-	-	-	-	-	-	-	-	-
2000	2,000	31	5,120	988	479	967	9,585	1,420	8,165	480	1,357	4.44
2001	2,000	31	-	949	703	1,667	5,350	3,294	2,056	712	2,239	0.70
2002	2,000	90	7,000	908	602	5	10,605	1,721	8,884	645	2,417	2.90
2003	2,000	135	2,395	904	476	2,997	8,907	75	8,832	-41	2,171	4.15
2004	2,000	139	500	971	496	-	4,106	62	4,044	-26	2,395	1.71
2005	2,000	141	500	869	582	91	4,183	16	4,167	-6	3,005	1.39
2006	2,000	145	500	955	1,231	-	4,831	27	4,804	682	2,062	1.75
2007	2,000	148	500	1,054	3,600	-	7,302	25	7,277	394	2,714	2.34
2008	2,000	121	500	1,072	1,464	2,675	7,832	25	7,807	1,510	1,975	2.24

Note: Details regarding the County's outstanding debt can be found in the notes to the financial statements.

Schedule 14
 Ada County
 Demographic and Economic Statistics,
 Last Ten Fiscal Years

Fiscal Year	Population ⁽¹⁾	Personal Income <i>(in thousands of dollars)</i> ⁽²⁾	Per Capita Personal Income ⁽²⁾	Median Age ⁽³⁾	School Enrollment ⁽⁴⁾	Unemployment Rate ⁽⁵⁾
1999	294,292	9,002,120	30,589	----	52,844	3.0 %
2000	300,904	10,155,662	33,518	33.2	53,794	2.8 %
2001	312,855	10,560,709	33,771	33.0	55,152	3.1 %
2002	319,839	10,891,956	34,072	33.4	55,203	4.3 %
2003	325,482	11,497,481	35,324	33.5	55,700	4.8 %
2004	332,523	12,152,307	36,543	34.4	57,458	3.9 %
2005	344,727	13,575,500	39,302	34.9	58,899	3.5 %
2006	359,035	14,626,750	40,445	34.6	60,667	2.9 %
2007	373,406	-----	-----	34.6	61,970	2.2 %
2008	-----	-----	-----	-----	63,436	3.2 %



Sources:

- (1) Population Division, U.S. Census Bureau for July 1, 2007, release date March 20, 2008
- (2) Bureau of Economic Accounts (BEA) for calendar year 2006, release date April 24, 2008
- (3) U.S. Census Bureau American Community Survey for calendar year 2007, release date September 23, 2008
- (4) Provided by School Districts at beginning of 2008-2009 School Year; Grades 1-12 only
- (5) Idaho Department of Labor, Public Affairs, 12 Month Average, November 24, 2008

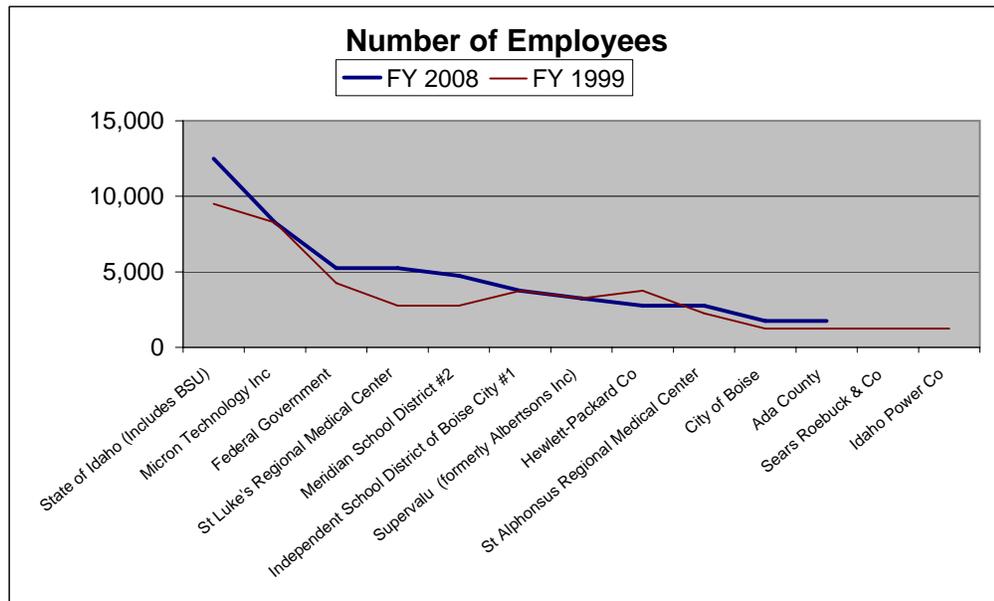
Schedule 15
 Ada County
 Principal Employers,
 Fiscal Year and Nine Years ago

<u>Employer</u>	<u>Fiscal Year 2008</u>			<u>Fiscal Year 1999</u>		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment⁽¹⁾</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total County Employment⁽¹⁾</u>
State of Idaho (Includes BSU)	12,000 - 13,000	1	5.83%	9,000 - 10,000	1	5.86%
Micron Technology Inc	8,000 - 8,500	2	3.85%	8,000 - 8,500	2	5.09%
Federal Government	5,000 - 5,500	3	2.45%	4,000 - 4,500	3	2.62%
St Luke's Regional Medical Center	5,000 - 5,500	3	2.45%	2,500 - 3,000	7	1.70%
Meridian School District #2	4,500 - 5,000	5	2.22%	2,500 - 3,000	7	1.70%
Independent School District of Boise City #1	3,500 - 4,000	6	1.75%	3,500 - 4,000	4	2.31%
Supervalu (formerly Albertsons Inc)	3,000 - 3,500	7	1.52%	3,000 - 3,500	6	2.00%
Hewlett-Packard Co	2,500 - 3,000	8	1.28%	3,500 - 4,000	4	2.31%
St Alphonsus Regional Medical Center	2,500 - 3,000	8	1.28%	2,000 - 2,500	9	1.39%
City of Boise	1,500 - 2,000	10	0.82%	1,000 - 1,500	10	0.77%
Ada County	1,500 - 2,000	10	0.82%	1,000 - 1,500	10	0.77%
Sears Roebuck & Co	- - -	-	-	1,000 - 1,500	10	0.77%
Idaho Power Co	- - -	-	-	1,000 - 1,500	10	0.77%
Totals	49,000 - 55,000		24.27%	42,000 - 49,000		28.06%

Total Number of Ada County Nonfarm Jobs

214,300

162,100



(1) Percentage calculated from the mid-point of the given range of Employees and from the total Nonfarm Jobs in Ada County

Source: Idaho Department of Labor, Public Affairs & InfoUSA
 December 1, 2008

Schedule 16
 Ada County
 Full-time Equivalent County Government Employees by Function/Program,
 Last Ten Fiscal Years

Function/Program	Full-time Equivalent Employees as of September 30									
	<u>1999</u>	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>
<i>Governmental Activities</i>										
General Government										
Auditor	101	118	116	124	124	124	125	129	136	136
Treasurer	16	15	12	12	12	12	12	12	12	12
Assessor	12	12	15	14	14	14	12	11	12	12
Prosecutor	88	94	101	107	110	114	115	123	130	139
Motor Veh.	34	34	43	46	47	46	46	47	48	51
Operations	27	27	30	29	28	29	29	31	34	34
Information Technology	32	32	36	38	39	40	40	41	44	43
Development Services	29	32	35	36	37	42	51	59	54	37
Public Defender	34	35	38	42	44	45	48	50	55	58
Ad Valorem	43	43	40	40	40	40	43	46	46	47
District Court	67	70	82	82	69	74	75	79	88	88
Other	14	15	20	19	20	22	25	28	28	29
Public Safety										
Sheriff	416	418	419	436	449	454	494	512	526	593
Juvenile	152	150	144	137	135	132	132	128	125	143
Other	11	13	13	13	14	20	20	22	23	27
Sanitation										
Weed	10	10	10	11	11	11	15	17	17	20
Health & Welfare										
Charities	18	18	17	18	19	21	22	22	21	22
Recreation & Culture										
Parks & Waterways	<u>4</u>	<u>4</u>	<u>4</u>	<u>4</u>	<u>5</u>	<u>6</u>	<u>6</u>	<u>7</u>	<u>6</u>	<u>5</u>
Total Governmental Activities	1108	1140	1175	1208	1217	1246	1310	1364	1405	1496
<i>Business-type Activities</i>										
Emerg Medical Svcs	67	73	88	95	94	104	105	110	127	122
Solid Waste Mgmt	14	14	14	14	14	14	12	12	12	12
Western Idaho Fair	<u>12</u>	<u>12</u>	<u>12</u>	<u>13</u>	<u>15</u>	<u>15</u>	<u>15</u>	<u>16</u>	<u>14</u>	<u>14</u>
Total Business-Type Activities	93	99	114	122	123	133	132	138	153	148
Grand Total	1,201	1,239	1,289	1,330	1,340	1,379	1,442	1,502	1,558	1,644

Source: Ada County Human Resources

Schedule 17
 Ada County
 Operating Indicators by Function/Program,
 Last Ten Fiscal Years

Function/Program	Fiscal Year									
	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
Governmental activities:										
General government										
Number of recorded documents	130,491	105,094	127,355	151,893	213,293	172,703	186,104	209,802	181,285	145,792
Primary election, May										
Number of registered voters	-----	145,201	-----	150,311	-----	158,117	-----	179,457	-----	184,624
Percentage voting in:	-----	32.9%	-----	34.1%	-----	15.8%	-----	21.5%	-----	21.4%
General election, November										
Number of registered voters	149,665	-----	156,346	-----	154,779	-----	169,413	-----	181,741	-----
Percentage voting in:	60.4%	-----	80.6%	-----	69.0%	-----	93.1%	-----	67.9%	-----
Building permits issued (outside cities)										
Residential	1,054	731	905	696	1,015	1,122	1,512	1,359	598	459
Commercial	93	137	21	35	14	33	25	31	37	19
Combined value of Building permits (in 1,000's)	\$ 195,995	\$ 123,498	\$ 154,713	\$ 126,393	\$ 179,744	\$ 218,868	\$ 319,012	\$ 323,530	\$ 169,064	\$ 117,609
County-wide new construction value (in 1,000's)	\$ 634,698	\$ 642,336	\$ 780,387	\$ 832,259	\$ 782,045	\$ 873,994	\$ 1,182,393	\$ 1,720,591	\$ 1,952,266	\$ 1,311,835
Number of Taxable property parcels assessed	137,413	143,836	148,171	151,703	154,343	163,364	168,269	178,567	186,359	186,806
Motor vehicles registered (Calendar Year) (1)	272,305	278,791	267,793	279,059	278,383	292,299	304,185	311,451	309,164	n/a
Drivers licenses in force (Calendar Year) (1)	204,215	210,727	215,740	219,529	224,108	231,216	242,653	251,822	259,768	n/a
Sanitation										
Acres sprayed for weed control	7,080	6,803	7,200	7,600	7,100	7,400	7,500	5,800	6,000	4,272
Acres sprayed for pest control	59,838	68,964	64,000	60,000	60,000	61,000	65,000	50,000	76,000	106,668
Acres sprayed for mosquito abatement (2)	93,535	42,496	114,111	414,080	350,490	52,641	31,493	141,526	48,939	68,135
Public Safety										
Traffic violations issued	55,104	53,702	61,897	60,605	62,304	69,368	58,738	61,729	63,682	68,311
Physical arrests	17,546	16,236	18,725	20,413	20,428	23,312	23,386	26,704	24,857	25,038
Average jail population	585	628	650	759	764	825	949	916	923	946
Health and welfare										
Number of cases processed	3,777	3,243	3,150	3,241	4,374	3,273	2,429	2,075	2,401	2,485
Recreational and cultural										
Barber Park Number of Visitors (3)	n/a	n/a	58,271	78,541	102,114	107,926	78,454	75,747	94,253	127,507
Education										
Amount of tuition assistance to county residents for community college	\$ 105,660	\$ 128,065	\$ 162,505	\$ 194,301	\$ 210,206	\$ 171,841	\$ 205,473	\$ 185,584	\$ 230,756	\$ 153,879
Business-type activities:										
Number of emergency responses	14,171	15,789	16,304	16,130	16,604	17,940	18,268	20,147	21,221	22,803
Cubic Yards of trash deposited at landfill (in 1,000's)	n/a	1,672	1,460	1,539	1,716	1,788	1,884	1,846	1,917	1,580
Western Idaho Fair attendance	238,236	253,740	240,397	231,624	211,746	207,404	219,601	228,836	243,610	232,674

(1) Calendar year information for 2008 not available as of September 30, 2008

(2) In 2004, a more effective adulticiding formula was used to treat acres after mosquitos became resistant to the previous formula.

In 2006, Ada County had the highest number of West Nile reported cases in the nation. An emergency aerial application covering 84,366 acres was completed.

(3) In 2005, an alcohol ban on the Boise River by the City of Boise caused a drop in visitors. In 2008, off season and event center users were tracked and counted for the first time.

Sources: Various county departments and Idaho Transportation Department

Schedule 18
 Ada County
 Capital Asset Statistics by Function/Program,
 Last Four Fiscal Years ⁽¹⁾

Function/Program	Fiscal Year			
	2005	2006	2007	2008
Governmental activities:				
General Government				
Land (acres)	27	27	27	32
Buildings	5	5	6	7
Vehicles	13	14	17	16
Public Safety				
Land (acres)	28	28	28	28
Buildings	11	11	11	11
Patrol Cars	80	96	97	106
Other Vehicles	24	27	33	39
Boats	2	2	2	3
Sanitation				
Land (acres)	2	2	2	2
Buildings	2	0	3	3
Vehicles	9	9	11	12
Recreational and Cultural				
Land (acres)	68	82	82	82
Buildings	4	4	5	5
Vehicles	2	2	2	2
Boats	1	1	1	1
Business-type activities:				
Emergency Medical Services				
Land (acres)	0	0	0	1
Buildings	4	4	4	6
Ambulances	21	23	24	26
Other Vehicles	9	9	9	10
Solid Waste Management				
Land (acres)	2,713	2,716	2,716	2,716
Buildings	3	3	3	3
Vehicles	4	4	4	4
Western Idaho Fair				
Land (acres)	240	240	240	240
Buildings	11	13	13	13
Vehicles	2	2	2	2

Source: Fixed Asset Reports and Various County Departments

(1) The County will continue to annually report information until this schedule includes 10 fiscal years.

SINGLE AUDIT



CPAs & BUSINESS ADVISORS

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE
WITH GOVERNMENT AUDITING STANDARDS**

To the Board of Commissioners of
Ada County, Idaho

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Ada County, Idaho (County), as of and for the year ended September 30, 2008 which collectively comprise the County's basic financial statements and have issued our report thereon dated January 12, 2009. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Ada County, Idaho's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Ada County, Idaho's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Ada County, Idaho's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the Ada County, Idaho's ability to initiate, authorize, record, process, or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of Ada County, Idaho's financial statements that is more than inconsequential will not be prevented or detected by the Ada County, Idaho's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the Ada County, Idaho's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

To the Board of Commissioners
Ada County, Idaho

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we have reported to management of Ada County, Idaho, in a separate letter dated January 12, 2009.

This report is intended solely for the information and use of management, and others within the organization, County Commissioners, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in cursive script that reads "Eide Bailly LLP".

Boise, Idaho
January 12, 2009



CPAs & BUSINESS ADVISORS

**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR PROGRAM
AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE
WITH OMB CIRCULAR A-133**

To the Board of Commissioners of
Ada County, Idaho

Compliance

We have audited the compliance of Ada County, Idaho (County), with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended September 30, 2008. The County's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the County's management. Our responsibility is to express an opinion on the County's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures, as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the County's compliance with those requirements.

In our opinion, the County complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended September 30, 2008.

Internal Control Over Compliance

The management of the County is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the County's internal control over compliance with requirements that could have a direct and material effect on a major federal program in

order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

A *control deficiency* in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A *significant deficiency* is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A *material weakness* is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of management, and others within the organization, County Commissioners, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in cursive script that reads "Eide Bailly LLP". The signature is written in black ink and is positioned in the lower-left quadrant of the page.

Boise, Idaho
January 12, 2009

**ADA COUNTY, IDAHO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

FEDERAL GRANT/ PROGRAM TITLE	FEDERAL CFDA NUMBER	PROJECT NUMBER	TOTAL EXPENDITURES
<i>Department of Agriculture</i>			
<u>Pass Through Payments From State of Idaho Superintendent of Public Instruction:</u>			
Commodities	10.550	-	\$ 3,702
School Breakfast Program	10.553	-	17,994
National School Lunch Program	10.555	-	<u>32,337</u>
Total Department of Agriculture			<u>54,033</u>
<i>Department of Housing and Urban Development</i>			
HUD Jail Expansion Project	14.246	B-06-SP-ID-0292	<u>259,690</u>
<i>Department of the Interior</i>			
<u>Pass Through Payments From State of Idaho Historical Society:</u>			
Historic Preservation	15.904	16-08-21717	<u>3,700</u>
<i>Department of Justice</i>			
<u>Pass Through Payments From State of Idaho Department of Juvenile Corrections:</u>			
Juvenile Accountability Block Grant	16.523	06-JA41-01 05-JA41-01	50,197
Lifeskills 95	16.540	07-JJ41-04	15,689
<u>Pass Through Payments From The Department of Justice, Office of Violence Against Women</u>			
Office of Violence Against Women-Prosecutor	16.590	2007-WE-AX-0012	48,168
Office of Violence Against Women-Sheriff	16.590	2007-WE-AX-0012	74,338
<u>Pass Through Payments From The Department of Justice</u>			
State Criminal Alien Assistance Program	16.606	2007-AP-BX-0166	132,831
Bulletproof Vest Partnership	16.607	-	461
Cops Interoperable Communications Technology	16.710	2004-IN-WX-0008	773,400
Justice Assistance-Sheriff	16.738	2007-DJ-BX-1123	63,900
Justice Assistance-Federal	16.738	2007-F3892-ID-DJ	3,864

**ADA COUNTY, IDAHO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

FEDERAL GRANT/ PROGRAM TITLE	FEDERAL CFDA NUMBER	PROJECT NUMBER	TOTAL EXPENDITURES
<u>Pass Through Payments From State of Idaho State Police:</u>			
MDT Grant-Conference on Child/Family Maltreatment	93.643	-	1,166
Total Department of Justice			1,164,014
<i>Department of Transportation</i>			
<u>Pass Through Payments From State of Idaho Department of Transportation:</u>			
Law Enforcement Campaigns	16.727	2005AHFX0037	1,856
Narcotics Investment	16.738	06DJBX0032	14,749
Law Enforcement Campaigns	20.205	A010(745)	3,336
Law Enforcement Campaigns	20.600	SPT0801	11,670
Law Enforcement Campaigns	20.601	SK80801	22,366
Highway Safety Grant-DWI Training-TCA	20.601	SK80801	1,681
ITD E-Tickets	20.610	SK90702	39,973
Total Department of Transportation			95,631
<i>Department of Health & Human Services</i>			
<u>Pass Through Payments From State of Idaho Department of Health and Welfare:</u>			
Mosquito Surveillance	93.283	HC570600	6,413
Idaho Health Care Preparedness	93.889	-	103,303
Total Department of Health & Human Services			109,716
<i>United States Coast Guard</i>			
<u>Pass Through Payments From State of Idaho Department of Parks and Recreation:</u>			
Boat Safety	97.012	14.01.16	38,667

**ADA COUNTY, IDAHO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED SEPTEMBER 30, 2008**

FEDERAL GRANT/ PROGRAM TITLE	FEDERAL CFDA NUMBER	PROJECT NUMBER	TOTAL EXPENDITURES
<i>Department of Homeland Security</i>			
<u>Pass Through Payments From State of Idaho Military Division:</u>			
Emergency Management Performance Grant	97.042	2007-EM-E7-0009 2008-EM-E8-0035	161,946
Equipment (SHSP & LETPP)	97.067	2005-GE-T5-0044	84,593
Administration (SHSP)	97.067	2005-GE-T5-0044 2006-GE-T6-0030	14,454
Citizen Corp	97.067	2005-GE-T5-0044 2006-GE-T6-0030 2007-GE-T7-0014	19,747
Planning (SHSP)	97.067	2006-GE-T6-0034	2,535
Training (SHSP)	97.067	2005-GE-T5-0044 2006 GE-T6-0034	43,208
Buffer Zone Protection-Sheriff	97.078	2006-BZ-T6-0060	<u>178,670</u>
Total Department of Homeland Security			<u>505,153</u>
<i>Other Federal Assistance</i>			
<u>Pass Through Payments From State of Idaho Secretary of State:</u>			
Help America Vote Act	93.617	-	<u>182,982</u>
	TOTAL FEDERAL ASSISTANCE		<u>\$ 2,413,586</u>

ADA COUNTY, IDAHO
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

1. The Schedule of Expenditures of Federal Awards presents the activity of all federal financial assistance programs of Ada County, Idaho. The reporting entity is defined in Note I to the County's basic financial statements.
2. The Schedule of Expenditures of Federal Awards is presented using the modified accrual basis of accounting as described in Note I to the County's basic financial statements.
3. Major programs are identified in the Schedule of Findings and Questioned Costs.

ADA COUNTY
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 YEAR ENDED SEPTEMBER 30, 2008

SECTION I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued:	Unqualified
Internal control over financial reporting:	
Material weaknesses identified?	No
Significant deficiencies identified not considered to be material weaknesses?	None Reported
Noncompliance material to financial statements noted?	No

Federal Awards

Internal Control over major programs:	
Material weaknesses identified?	No
Significant deficiencies identified not considered to be material weaknesses?	None Reported
Type of auditor's report issued on compliance for major programs:	Unqualified
Any audit findings disclosed that are required to be reported in accordance with Circular A-133, Section 510(a)?	No

Identification of major programs:

<u>CFDA Number</u>	<u>Name of Federal Program</u>
16.710	Cops Interoperable Communication Technology

Dollar threshold used to distinguish between Type A and Type B programs:	\$ 300,000
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Auditee qualified as low-risk auditee?	Yes
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SECTION II - Financial Statement Findings	None
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SECTION III - Federal Award Findings and Questioned Costs	None
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